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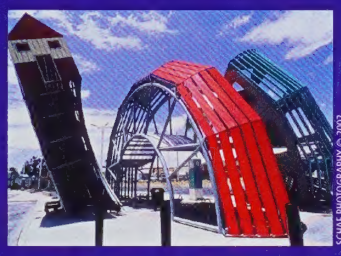
Respecting our Past



Comprehensive Annual Financial Report

City of San Buenaventura, California ■ Year Ended June 30, 2003

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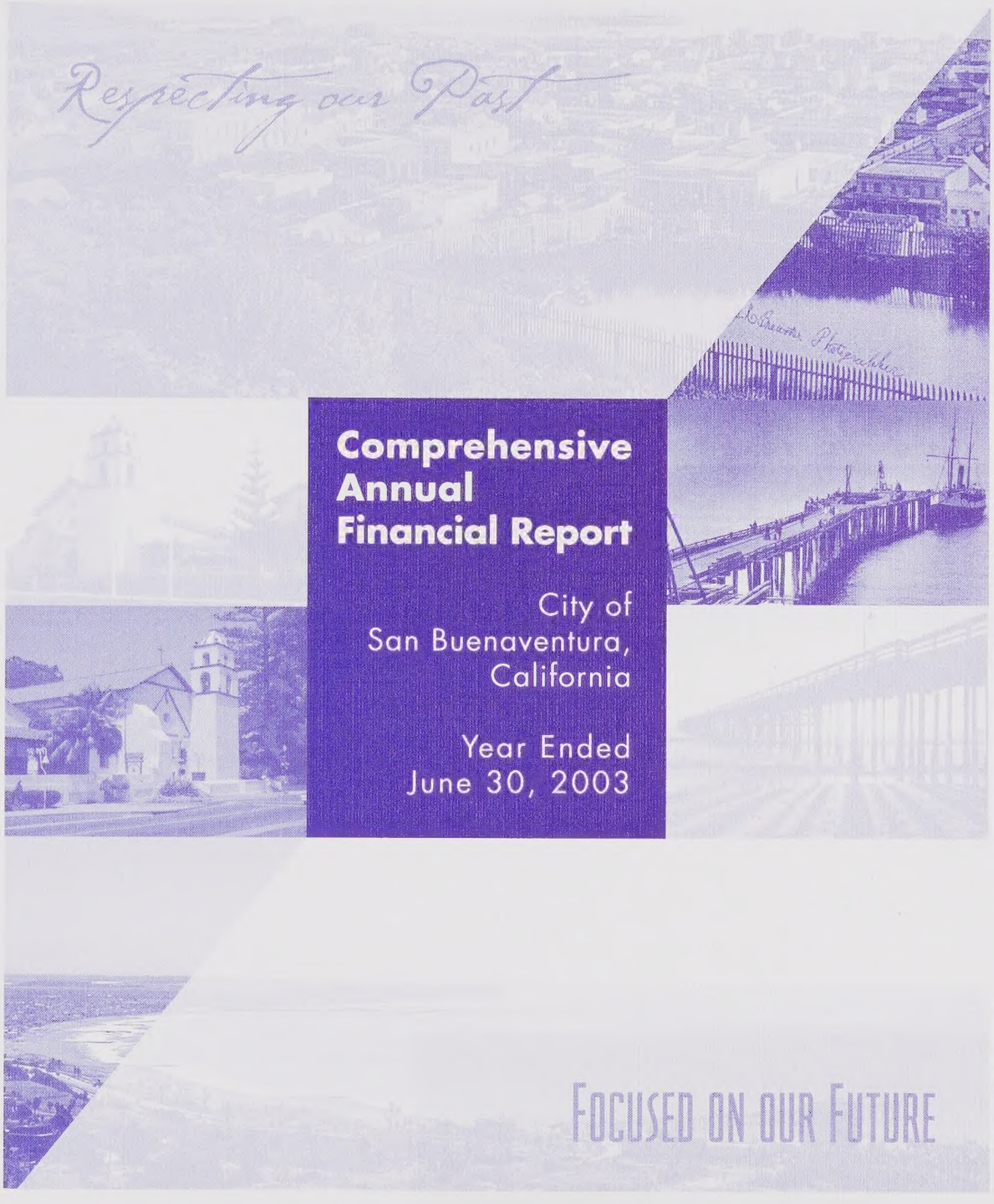
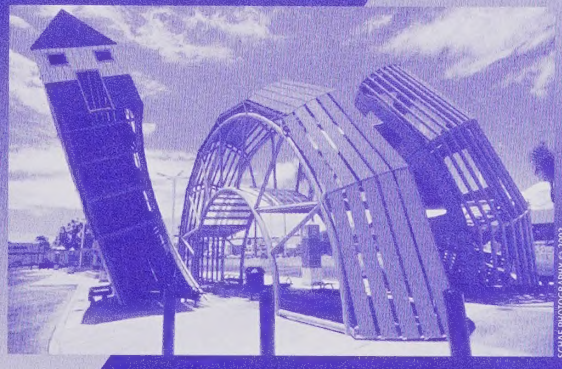
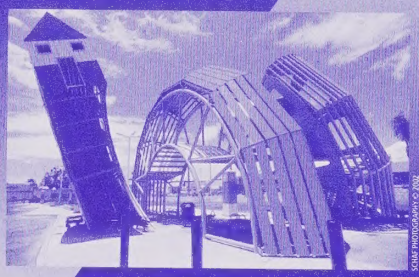

Respecting our Past
Comprehensive Annual Financial Report
City of San Buenaventura, California
Year Ended June 30, 2003
Focused on our Future

Thomas Gardner, Administrative Services Director
City of San Buenaventura, California

INTRODUCTORY SECTION



INTRODUCTORY SECTION



City of San Buenaventura
Comprehensive Annual Financial Report
For the year ended June 30, 2003

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CITY OF SAN BUENAVENTURA

Respecting our Past

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CITY OF SAN BUENAVENTURA

CITY COUNCIL

Ray Di Guilio, Mayor
Brian Brennan, Deputy Mayor
Neal Andrews, Councilmember
James J. Friedman, Councilmember
James L. Monahan, Councilmember
Carl E. Morehouse, Councilmember
Sandy E. Smith, Councilmember

December 1, 2003

Honorable Mayor and City Councilmembers, and the Citizens of the City of San Buenaventura:

It is with pleasure that I present the City of San Buenaventura Comprehensive Annual Financial Report (CAFR) to you for fiscal year ended June 30, 2003. The CAFR is presented in three sections: Introductory, Financial and Statistical. The first and last sections are unaudited and provide for a broader understanding of the actual audited financial records and future fiscal condition. The Financial Section is audited and includes the basic financial statements, fund financial statements and schedules, and the independent auditor's report on these statements and schedules.

The CAFR includes the financial activity for all funds of the City. San Buenaventura is a "full service" city that provides a wide range of services to the citizens including general government, community services, community development, public safety, public works and water/wastewater services. Additionally, there are several internal services funds used by management to ensure better fiscal control of City assets.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of San Buenaventura's MD&A can be found immediately following the report of the independent auditors.

Included as a part of this letter are two attachments that provide important information regarding the operations and economic environment of the City. Attachment A, Economic Condition and Outlook, describes future economic factors and Attachment B, Other Information, presents additional information regarding the City's commitment to excellent financial reporting.

The CAFR for the City of San Buenaventura for the year ended June 30, 2003, is hereby presented. Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of the City's knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner designed to present the financial position of the City fairly.

All disclosures necessary to enable an understanding of the City's financial activities have been included.

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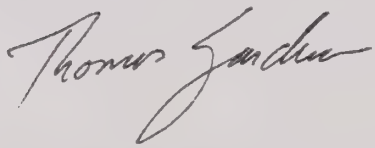
I would like to thank the management and staff of the Administrative Services Department for their contributions to the preparation of this year's CAFR in accordance with the GASB 34 financial reporting model. In addition, I would like to thank the staff of Caporicci & Larson, CPAs, the City's independent auditors, for their proactive assistance and advice. The City Manager is to be commended for her interest in the Administrative Services Department's progress in building the City's financial systems to support daily operations and allow for new opportunities.

The CAFR is available in the City Council's reading file.

Respectfully submitted,



Thomas Gardner
Administrative Services Director

ATTACHMENT A

CITY OF SAN BUENAVENTURA

Economic Condition and Outlook

The City of San Buenaventura, generally referred to as the City of Ventura, is located on the southern California coastline, approximately 62 miles northwest of the City of Los Angeles and 364 miles south of the City of San Francisco. The city limits cover approximately 36 square miles.

The City was incorporated in 1866 and has been the County seat since 1873. The City is a charter city with a council-manager form of government. A seven-member City Council is elected at large for four-year alternating terms at elections held every two years. The Mayor of the City is the presiding officer of the City Council and is selected by the City Council from among its members to serve a two-year term. The City Manager, appointed by the City Council for an indeterminate term, acts as chief executive officer in carrying out the policies of the City Council.

The City's first charter was adopted in 1932. The present charter was adopted by election on November 6, 1973, and approved by the California legislature in January 1974, and was amended on December 4, 1986. The City has approximately 657 full and part-time employee positions authorized in the fiscal year 2002-2003 budget. City services include police and fire protection, public works, community development, community recreational services and water/wastewater services.

Economic Factors and San Buenaventura in the Future

The City's ongoing commitment to an economic development strategy continues to achieve results with an emphasis on generating both private and public sector value, both of which build community stability and wealth. The City's revenue base is a blend of business and commercial, light and heavy industrial, and residential uses. The City's economy revolves chiefly around the County government facilities, financial services, retail operations, and a well-developed food processing industry. Government services employ over 6,900 workers, providing relative stability to the City's employment base.

The University of California Santa Barbara (UCSB) Economic Forecast Project recently published a study on the City's economic outlook. The study indicates that the San Buenaventura metro area economy continues to grow, but at a slower pace than that of a couple of years ago. The economy's growth is projected to slow to 1.4 percent during 2003.

The City's job growth will be slow but remain positive. The projection for 2003 is .8 percent. Sectors that will continue to grow in 2003 and 2004 are: agriculture, construction, non-durables manufacturing, finance/insurance/real estate, and wholesale trade. Salary growth is expected to be positive but low. The projection for 2003 is 4.1 percent.

For 2002, unemployment in the City was the fourth lowest of any city in the County at 4.3 percent. The annual average 2002 countywide unemployment rate was 5.5 percent. The countywide rate is below the California average of 6.7 percent.

After significant growth of 10.2 percent in real terms for 2000, retail sales growth was negative or zero in 2001 and 2002, following both the national and regional trends. The 2002 estimate, based on partial year data decreased by .7 percent, after adjusting for inflation. The projected growth in retail sales is .8 percent for 2003 and 1.5 percent for 2004, which represents a gradual resumption in retail growth.

Median home prices in both the City and County continue to rise with strength. The 2002 median home price in the City is $327,100. Demand for housing comes from both local and external sources; internally from natural population growth and externally from Santa Barbara workers who find Santa Barbara unaffordable and Los Angeles County workers who desire to live in upscale East Ventura County. City real median home prices increased 17.8 percent in 2002. These prices are projected to continue to rise in 2003 and 2004, but at slower rates. The projection for 2003 is 8.0 percent.

The 2002 residential vacancy rate is 3.2 percent for both owner and rental units. Over two-thirds of the City's housing was built in the last 30 years with the remaining one third built before 1960. Many of the older neighborhoods have homes in the Victorian, California Craftsman and Mission Revival architectural styles, with unique characteristics fostering reinvestment and revitalization. The City continues to actively pursue strategies to enhance established neighborhoods and renovate the housing stock.

The level of taxes, fees, and charges for services (including development-related mitigation fees) will have a bearing on the City's competitive ability to encourage retail, office, residential, and industrial development to locate within our jurisdiction. The City places significant emphasis on encouraging economic development with average paying jobs.

In addition to community-related economics, i.e., business, employment, and real estate indices, the City's finances and operations are directly impacted by national and regional economic trends. The return on interest earnings has dropped significantly from 4% to 2.5%. Similarly, Statewide funds, such as PERS, have significantly increased rates due to interest rate losses. Furthermore, economic recovery will require higher rates for PERS and Workers' Compensation and reduce the return of City pooled investments.

ATTACHMENT B

CITY OF SAN BUENAVENTURA

Other Information

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the fiscal year ended June 30, 2002. The following is the suggested language published by the GFOA:

"The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a governmental unit must have published an easily readable and efficiently organized CAFR, whose contents conform to program standards. The Comprehensive Annual Financial Report must satisfy both generally accepted accounting principles and applicable legal requirements."

In addition, the California Society of Municipal Finance Officers (CSMFO) presented the City with a Certificate of Award for Outstanding Financial Reporting for its CAFR for the fiscal year ended June 30, 2002. The report must meet requirements outlined in the CSMFO Awards Checklist, satisfying generally accepted accounting principles in all material respects, complying with generally accepted auditing standards, and including certain statistical information.

The Certificate of Achievement and Certificate of Award are valid for a period of one year only. We believe our current report continues to conform to both programs' requirements and will be submitted to the GFOA and CSMFO.

Internal Controls

In developing the City's accounting system, consideration is given to the adequacy of the City's system of internal accounting controls. Internal controls are designed to provide reasonable assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

Independent Audit

The City Charter requires an annual audit of the records and accounts of the City by an independent certified public accountant. This requirement has been complied with and the report of the independent auditors (Caporicci & Larson, CPAs) has been included in this report. In addition, as a recipient of federal financial assistance, the City is also required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1997 and the U.S. Office of Management and Budget's Circular A-133. Information related to this audit is included in a separately issued single audit report.

Budgetary Controls

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the General, Special Revenue, Debt Service, and Capital Projects Funds are included in the annual appropriated budget.

The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

Cash Management Policies and Practices

The City's Revenue and Treasury Manager invests temporarily idle cash in accordance with the State of California Government Code and a formal investment policy, which is adopted by the City Council on an annual basis. During the year, funds were invested in U.S. Treasury bills and notes, U.S. Government Agencies, the State of California Local Agency Investment Fund (LAIF), corporate notes and bonds, and money market funds. Given the current market conditions, the City's Investment Team does not anticipate changing its investment strategy significantly from what was presented to Council in its annual report. The City continues to position its portfolio in order to take advantage of higher interest rates when they occur; therefore, the City has been maintaining disproportionately higher portions of its investments with LAIF than in the past. LAIF is the investment vehicle that the City uses to house its "cash position" and liquidity.

The average yield on investments during the fiscal year was 3.15 percent and total interest earnings on investments for all funds were approximately $4.3 million for the fiscal year ended June 30, 2003.

The City's efforts to maximize interest earnings of temporary cash reserves have been successful. The City manages its cash accounts and plans investment maturities to coincide with cash needs. The pool concept provides for investing greater amounts of money at more favorable interest rates. The short-term investment of idle cash continues to be a significant source of revenue for the City.

Risk Management

The City is self-insured for property loss, tort liability and workers' compensation. Excess insurance is secured above an established retention level for both liability and workers' compensation at $1,000,000 Liability, $250,000 Workers' Compensation and $5,000 Property Damage. The programs are administered through third party administrators with a variety of City staff being responsible for the different aspects of the program.

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of San Buenaventura, California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2002

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

California Society of Municipal Finance Officers

Certificate of Award

Outstanding Financial Reporting 2001-2002

Presented to the

City of San Buenaventura

This certificate is issued in recognition of meeting professional standards and criteria in reporting which reflect a high level of quality in the annual financial statements and in the underlying accounting system from which the reports were prepared.

February 24, 2003

Brett M Plumlee

Chair, Professional & Technical Standards Committee

Dedicated to Excellence in Municipal Financial Management

DIRECTORY OF CITY OFFICIALS

June 30, 2003

Ray Di Guilio
Mayor

Brian Brennan
Deputy Mayor

Neal Andrews
Councilmember

James J. Friedman
Councilmember

James L. Monahan
Councilmember

Carl E. Morehouse
Councilmember

Sandy E. Smith
Councilmember

Donna Landeros
City Manager

Barbara J. Kam
City Clerk

Thomas Gardner
Administrative Services Director

Dennis Downs
Fire Chief

Susan Daluddung
Community Development Director

Mike Tracy
Police Chief

Jim Walker
Community Services Director

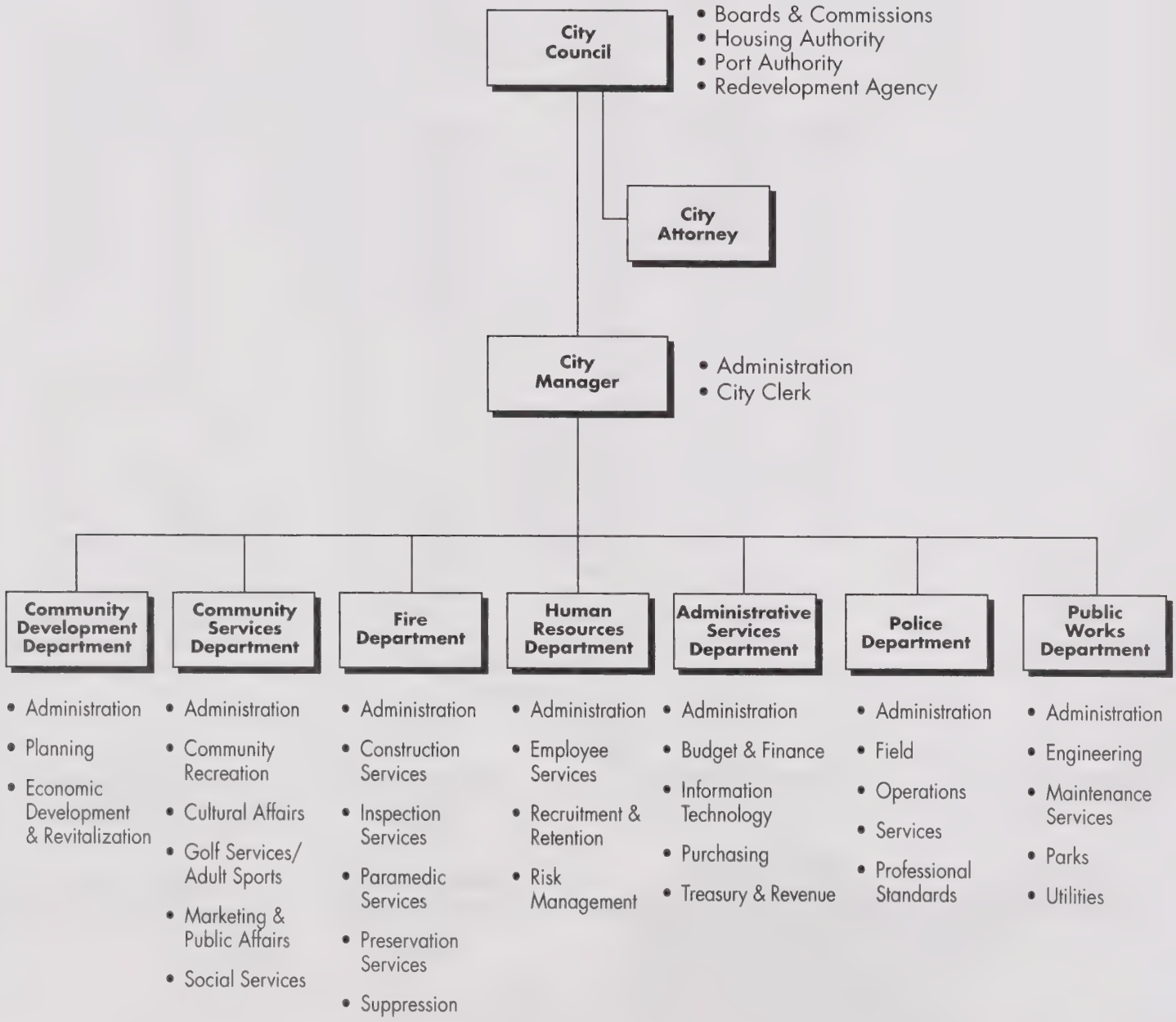
Ronald Calkins
Public Works Director

Linda Kegerreis
Human Resources Director

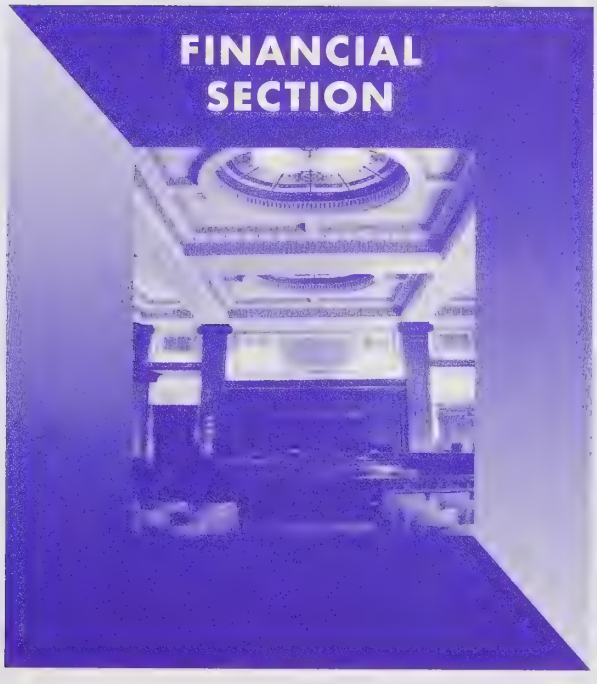
Robert Boehm
City Attorney

ORGANIZATIONAL STRUCTURE

June 30, 2003



FINANCIAL SECTION



FINANCIAL SECTION

C&L
Caporicci & Larson
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council
of the City of San Buenaventura
San Buenaventura, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of San Buenaventura, California (City), as of and for the year ended June 30, 2003, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2003, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with generally accepted accounting principles in the United States.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 3, 2003, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The accompanying Required Supplementary Information, such as management's discussion and analysis, budgetary comparison information and other information as listed in the table of contents, is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally

of inquires of management regarding the methods of measurement and presentation of the Required Supplementary Information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the City's basic financial statements. The accompanying supplementary information is presented for purpose of additional analysis and is not a required part of the basic financial statements. The supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statement taken as a whole. The Introductory and Statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Caporicci & Larson

Costa Mesa, California
October 3, 2003

MANAGEMENT'S DISCUSSION & ANALYSIS

MANAGEMENT'S DISCUSSION & ANALYSIS

CITY OF SAN BUENAVENTURA

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2003

The management of the City of San Buenaventura (City) hereby presents to readers of the City's basic financial statements, this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2003. The reader is encouraged to consider the information presented here in conjunction with additional information that has been furnished in the transmittal letter. This is the second year the City has presented its basic financial statements under the Governmental Accounting Standards Board Statement No. 34 (GASB 34), *Basic Financial Statements-and Management's Discussion and Analysis (MD&A) for State and Local Governments...* that became effective fiscal year 2002. By using data from the baseline year 2001-02, the City is now able to provide comparative financial information, which will allow the reader of this report to measure and/or evaluate the change in the City's financial position over the past 12 months. The letter of transmittal is found on pages iv through ix of the Comprehensive Annual Financial Report (CAFR).

FINANCIAL HIGHLIGHTS

Government-wide:

- The net assets of the City exceeded the liabilities at the close of fiscal year 2002-03 by $332.7 million. Of this amount, $164.7 million may be used to meet the City's ongoing General Fund, grant funds, capital project fund, and business-type activity obligations to citizens and creditors.

- The City's total net assets, including all funds, increased by $5.1 million compared to last fiscal year.

- The City's total net long-term liabilities increased by $23.1 million or 30.8% during fiscal year 2002-03. The City issued $19.8 million in refunding bonds to take advantage of favorable interest rates in addition to $15.9 million in new Certificates of Participation (COP's) to pay for improvements at the two municipal golf courses.

Fund Basis:

- The General Fund reported a decrease of $2.9 million in fund balance due to total expenditures, including transfers of $78.6 million exceeding total revenue of $75.7 million.

- As of June 30, 2003, unreserved fund balance for the General Fund was $32.2 million. This balance includes designated General Fund emergency reserves of $12 million as designated by the City's Financial Policies, $7.2 million from the RDA Debt refinancing that is currently awaiting Council policy, and $7.8 million for operating purposes. Additional information on the City's general fund balances is located in note 10A on page 64 of this report.

- As of June 30, 2003, the City's other governmental funds, excluding the General Fund, reported combined ending fund balances of $31.6 million of net unreserved fund balance. The largest portion of these resources have been set aside by Council action for future capital, including $12 million in Gas Tax revenue for future street improvements, $9.6 million for Parks and Recreation projects (including Community Park), and $9.0 million for CIP General Capital Project funds (of which the largest is $6.6 million for the City Hall terra cotta refurbishment).

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net assets.* Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (such as, revenues pertaining to uncollected taxes, or expenses pertaining to earned, but unused vacation and sick leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues *(governmental activities),* from other functions that are intended to recover all or a significant portion of their costs through user fees and charges *(business-type activities).* The governmental activities of the City include those related to legislative and legal, general government, administrative, human resource management, community development, community and cultural services, public safety (police and fire), and public works. Business-type activities of the City include those related to water, sewer and sanitation (wastewater), golf course management operations, and paramedic services.

The government-wide financial statements include not only the City of San Buenaventura (known as the *primary government),* but also a legally separate Public Facilities Financing Authority of which the City of San Buenaventura is the only shareholder having the authority to affect the "company". Financial information for this component unit is reported separately from financial information presented for the primary government itself.

The government-wide financial statements are located on pages 17-19 of this report.

Fund Financial Statements

A *fund* is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The City, as other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds may be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements; however, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

Since the focus of governmental funds is narrower than that of government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing this comparison, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances, provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The City maintains several individual governmental funds and information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the following: the General Fund, Gas Tax Fund, Park and Recreation Special Revenue Fund, Certificates of Participation Debt Obligation Debt Service Fund, CIP General Capital Projects Fund, and Redevelopment Agency Capital Projects Fund. Each of these funds is considered a major fund. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of *combining statements,* located in the supplementary information section of this report.

The City adopts an annual appropriated budget for its funds. A budgetary comparison is provided for the City's General Fund, Gas Tax Fund, and Parks and Recreation Special Revenue Funds to demonstrate compliance with this budget.

Proprietary funds - The City maintains two different types of proprietary funds: *Enterprise and Internal Service.*

- ***Enterprise funds*** are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer and sanitation (wastewater), golf course operations, and paramedic services, all of which are classified as major funds.

  The basic proprietary fund financial statements are located on pages 26-31 of this report.

- ***Internal Service funds*** are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City of San Buenaventura uses internal service funds to account for computer replacement, equipment services, building maintenance, reproduction services, workers' compensation, employee fringe benefits, and risk management.

  Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* in the supplementary information section of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the accompanying government-wide financial statements since the resources of those funds are *not* available to support the City's programs. The accounting system used for the fiduciary funds is similar to what is used for the proprietary funds. The fiduciary fund financial statements are located in the basic financial statements section on page 32 of this report.

Notes to the Basic Financial Statements

The notes to the Basic Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are located on pages 33-69 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding the obligation to provide pension benefits to City employees. Required supplementary information is located on pages 70-73 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds, are presented immediately following the required supplementary information on pensions. Combining and individual fund statements are located on pages 74-77 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Analysis of Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by $332.7 million at the close of the most recent fiscal year.

Capital assets are the largest portion of the City's net assets (68.6%), which reflects the net investment of $228.4 million (e.g., land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens and consequently, these assets are *not* available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets alone may not be used to liquidate these liabilities.

CITY OF SAN BUENAVENTURA – Net Assets
(In Thousands)

	Governmental Activities		Business Activities		Total	
	2003	2002	2003	2002	2003	2002
Assets:						
Current and Other Assets	$ 163,299	$ 139,890	$ 67,262	$ 72,686	$ 230,561	$ 212,576
Capital Assets	95,813	94,872	132,555	120,457	228,368	215,329
Total Assets	259,112	234,762	199,817	193,143	458,929	427,905
Liabilities:						
Current Liabilities	23,819	22,448	4,256	2,729	28,075	25,177
Long-Term Liabilities	78,783	54,751	19,332	20,237	98,115	74,988
Total Liabilities	102,602	77,199	23,588	22,966	126,190	100,165
Net Assets:						
Investment In Capital Assets, Net of related Debt	25,439	39,577	58,294	59,942	83,733	99,519
Restricted	69,157	64,424	15,195	9,021	84,352	73,445
Unrestricted	61,914	53,562	102,740	101,214	164,654	154,776
Prior Period Adjustment (Note 15)	-	(145)	-	-	-	(145)
Total Net Assets	$ 156,510	$ 157,418	$ 176,229	$ 170,177	$ 332,739	$ 327,595

The *unrestricted net assets* in all City funds is $164.7 million and may be used to meet the government's ongoing obligations to citizens and creditors.

At June 30, 2003, the City was able to report positive balances in all three categories of net assets, for the government as a whole and for business-type activities. The same situation held true for the prior fiscal year.

The City's net assets increased $5.1 million during the fiscal year concluded June 30, 2003. This increase was due to operations in the business-type funds of Water and Sewer and Sanitation (Wastewater). Last fiscal year, however, net assets grew by $6.9 million. The smaller increase for FY 2002-03 was primarily due to the governmental activities that experienced less revenue in investment earnings and operating grants.

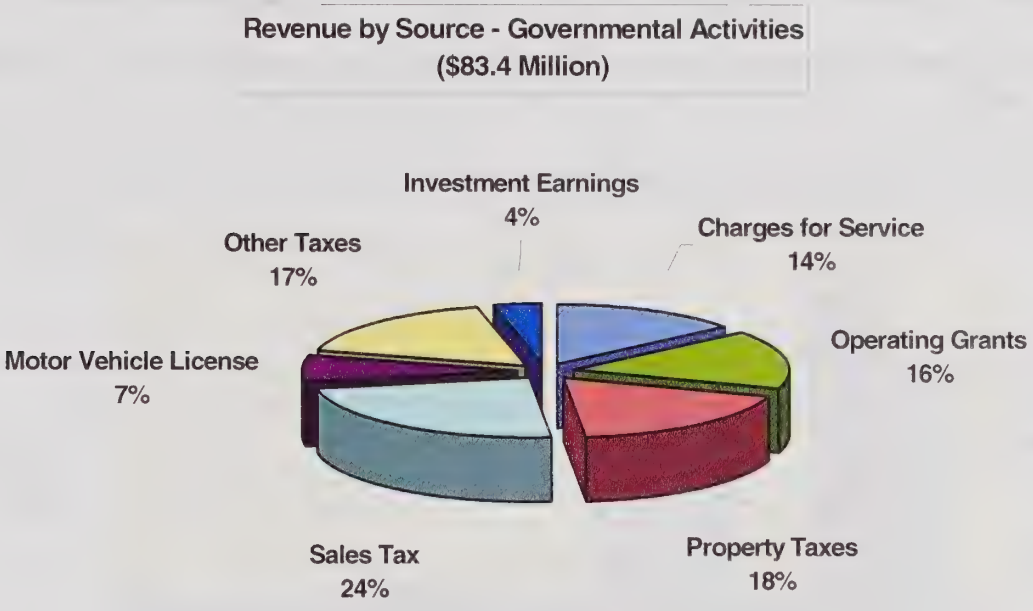
CITY OF SAN BUENAVENTURA - Changes In Net Assets
(In Thousands)

	Governmental Activities		Business Activities		Total	
	2003	2002	2003	2002	2003	2002
Revenues:						
Program Revenues						
Charges for Services	$ 11,797	$ 10,700	$ 30,466	$ 28,246	$ 42,263	$ 38,946
Operating Grants	13,152	17,756	-	-	13,152	17,756
Capital Grants	112	233	-	-	112	233
General Revenue						
Taxes						
Property	15,241	13,814	-	-	15,241	13,814
Sales	19,715	18,755	-	-	19,715	18,755
Motor Vehicle License	5,923	5,729	-	-	5,923	5,729
Other	14,452	13,939	-	-	14,452	13,939
Grants and Contributions	34	844	-	-	34	844
Investment Earnings	2,931	4,485	1,393	2,531	4,324	7,016
Other	62	222	2	2	64	224
Total Revenue	$ 83,419	$ 86,477	$ 31,861	$ 30,779	$ 115,280	$ 117,256
Expenses:						
General Government	$ 2,441	$ 2,319	$ -	$ -	$ 2,441	$ 2,319
Human Resources	901	2,100	-	-	901	2,100
Administrative Services	4,012	4,470	-	-	4,012	4,470
Community Development	4,596	6,170	-	-	4,596	6,170
Community Services	5,281	3,892	-	-	5,281	3,892
Public Safety - Police	21,459	19,747	-	-	21,459	19,747
Public Safety - Fire	12,799	11,005	-	-	12,799	11,005
Public Works	20,452	26,809	-	-	20,452	26,809
Non-Departmental	1,257	906	-	-	1,257	906
Interest on Long Term Debt	5,781	4,329	-	-	5,781	4,329
Depreciation (unallocated)	5,348	4,999	-	-	5,348	4,999
Water	-	-	13,674	12,521	13,674	12,521
Wastewater	-	-	11,053	9,650	11,053	9,650
Golf Course Operations	-	-	850	1,213	850	1,213
Paramedic Services	-	-	233	206	233	206
Total Expenses	$ 84,327	$ 86,746	$ 25,810	$ 23,590	$ 110,136	$ 110,336
Increase (Decrease) In Net Assets						
Change In Net Assets	$ (908)	$ (269)	$ 6,052	$ 7,188	$ 5,144	$ 6,919
Net Assets - Beginning	157,418	157,832	170,177	162,989	327,595	320,821
Prior Period Adjustment (Note 15)	-	(145)	-	-	-	(145)
Net Assets - Ending	$ 156,510	$ 157,418	$ 176,229	$ 170,177	$ 332,739	$ 327,595

Governmental Activities

Public Safety / Police is the largest department at 25.5% of total governmental expense, followed by Public Works - 24.3%, Public Safety / Fire -15.2%, Interest on Long Term Debt - 6.9%, Community Services - 6.3%, Depreciation Expense - 6.3%, Community Development - 5.5%, Administrative Services - 4.8%, Human Resources - 2.8% and General Government 2.4%.

The governmental activities' chart below illustrates operating revenues by source.



Sales, property, motor vehicle license, and other taxes, including utility taxes, are general revenues used to support overall government functions. These sources account for $55.3 million or 66% of total governmental revenue. Operating grants make up 16% and charges for services amount to 14%.

The City's net assets for governmental activities reflected a decrease of approximately $908,000. Some key factors include the following:

- Investment earnings were down approximately $1.5 million, while operating grants were down $4.6 million. The major reason for the decline in operating grants were the Public Works project funds.

- Sales, property and other tax revenues showed modest growth of approximately $3.1 million from the previous year.

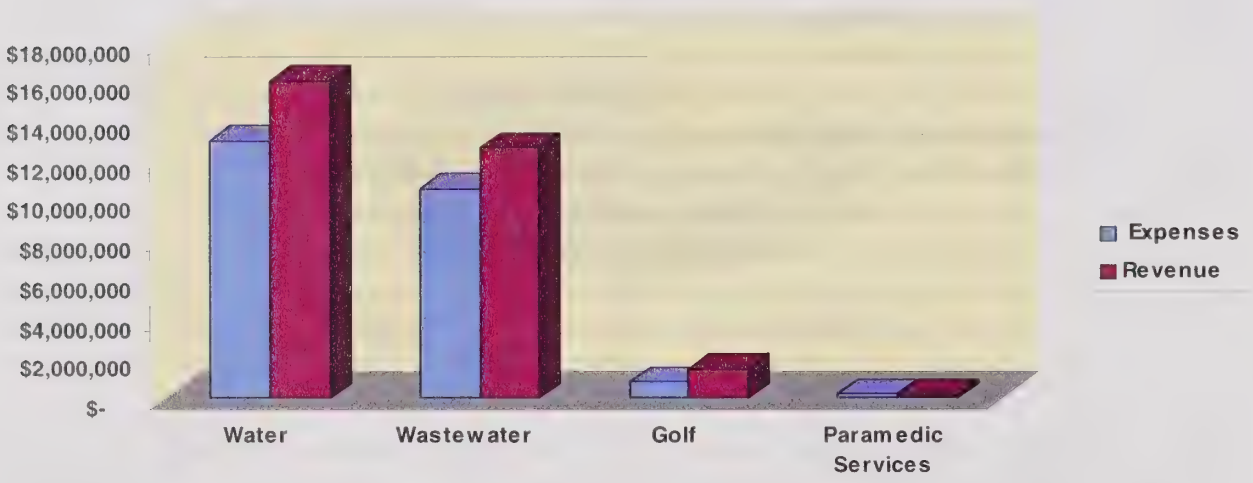
Business-Type Activities

The business-type charts below and on the following page illustrate program expenses and revenues, and revenues by source. The City's Water Enterprise is the largest business-type operation, followed by Sewer & Sanitation (Wastewater), with fees for services mainly funding the two utilities.

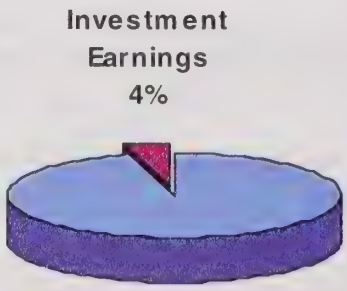
Business-type activities increased the City's overall net assets by $6 million, accounting for the total growth in net assets. Key elements of this increase are:

- An increase in operations in the Water and Sewer & Sanitation (Wastewater) funds.
- The other two enterprise funds, Golf and Paramedic Services, reflected minimal changes in their operations.

Program Expenses & Revenues - Business-type Activities



Revenue By Source - Business-type Activities



GOVERNMENT FUNDS FINANCIAL ANALYSIS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2003, the City's governmental funds reported a combined ending fund balance of $126.1 million, an increase of $20.3 million in comparison with the prior year. The increase was mainly due to proceeds from long-term debt, which reflected an increase of $24.2 million. Approximately $16 million is restricted for capital construction projects at the City's two municipal golf courses and $8 million is related to the RDA Tax Allocation Bonds sold to refinance a portion of the outstanding loans owed to the City's General Fund. Of the total fund balance of $126.1 million, $63.7 million is the net unreserved fund balance.

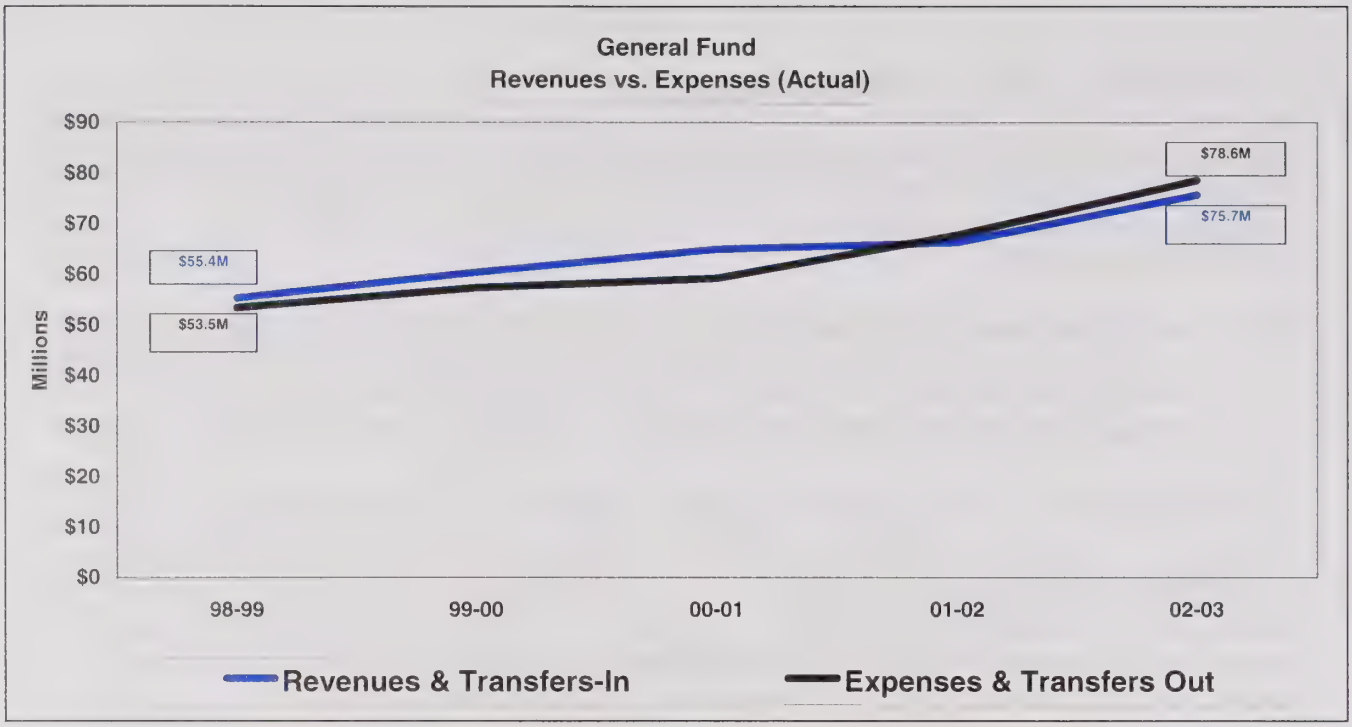
The General Fund is the City's chief operating fund. At June 30, 2003, the unreserved fund balance of the General Fund was $32.2 million, while total fund balance reached $50.1 million. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total expenditures. Unreserved fund balance represents 49.5% of total general fund actual expenditures, excluding transfers, while total fund balance represents 77% of that same amount.

During the current fiscal year, the unreserved fund balance in the general fund increased from $12.4 million to $32.2 million primarily due to an accounting adjustment that reclassified the $12 million reserve to an "unreserved designation."

The fund balance of the General Fund decreased by $2.9 million during the current fiscal year.

This was mainly due to an increase in public safety costs of approximately $3.6 million resulting from salary increases, increased retirement (PERS), and other benefit costs.

The following chart is an historical analysis of the City's General Fund expenses compared to revenues. For the second year, total expense exceeds total revenue.



Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The net assets of the Water Operations, Sewer & Sanitation (Wastewater), Golf Operations, and Paramedic Services Funds were $91.2 million, $76.8 million, $8.1 million, and $163,000, respectively. The total growth in net assets for the four funds was $2.8 million, $2.4 million, $0.8 million, and -$40,000, respectively. Other factors concerning the finances of these funds are addressed in the discussion of the City's business-type activities.

Internal Service Funds

The internal service funds, which are used to finance and account for goods and services provided internally among City departments, were in a positive position at the close of the fiscal year.

Fiduciary Funds

The City maintains fiduciary funds for the assets of the Ventura Council of Governments Fund and the Portobello Assessment District Fund. Net assets are $17,932 for the Ventura Council of Governments Fund and $80,014 for the Portobello Assessment District Fund. The Victoria-Telephone Road Improvement District Fund project has been completed.

GENERAL FUND BUDGETARY HIGHLIGHTS

The FY 2003-04 adopted budget proposed the use of $8.5 million of available fund balance. Final revised adjustments for encumbrances and carryovers added $4.4 million for a revised fund balance of $12.9 million at year ended June 30, 2003. The difference between the budgeted and actual revenues and expenditures was a decrease of $10 million. This difference may be summarized as follows:

Expenses - Reductions

- $100,000 decrease in public safety
- $2.7 million decrease in general government activities
- $2.8 million decrease in community development and services
- $1.5 million decrease in public works
- $1.1 million decrease in transfer of funds
- $400,000 decrease in capital outlays

Unanticipated Revenue

- $1.4 million increase in revenues – mostly sales and property taxes.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2003, amounts to $228.4 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and related systems, improvements, machinery and equipment, park facilities, roads, highways, and bridges.

Major capital asset events during the current fiscal year included the following:

- Completion of the Ventura Pier Extension and the Radio System Upgrade used capital expenditures totaling $1.4 million.

- Capital expenditures totaling $2.9 million were used in the Stanley Avenue Improvement Project, Thompson Blvd./Seaward Avenue Storm Drain Project, and the Victoria Avenue/US 101 Interchange Project.

- Capital expenditures totaling $6 million were used for Work in Progress (WIP) on the New Influent Project and the Operation Building Modification Project.

- Capital expenditures totaling $7.6 million were used for WIP on the 260 Zone Waterline Replacement Project, the Ventura Avenue Treatment Plant/Foster Park Improvement Project, and the Valley Vista Tank Replacement Project.

- Capital expenditures totaling $994,000 were used for the golf course's design, which consisted of the initial efforts of an $18 million golf course upgrade for the City's two municipal courses. The two renovation projects are slated to be completed by 2006.

CITY OF SAN BUENAVENTURA - Capital Assets (Gross)
(In Thousands)

	Governmental Activities		Business Activities		Total	
	2003	2002	2003	2002	2003	2002
Land	$ 12,322	$ 12,322	$ 393	$ 393	$ 12,715	$ 12,715
Buildings & systems	44,437	44,435	28,927	28,927	73,364	73,362
Equity Interest of Capital Assets in SCAT	4,172	3,950	-	-	4,172	3,950
Improvements other than buildings	10,580	10,571	49,210	49,210	59,790	59,781
Machinery and equipment	21,228	20,033	56,031	55,387	77,259	75,420
Infrastructure	70,322	70,322	-	-	70,322	70,322
Construction in progress	20,147	15,716	53,595	38,984	73,742	54,700
Total Assets before depreciation	$ 183,208	$ 177,349	$ 188,156	$ 172,901	$ 371,364	$ 350,250
Less accumulated depreciation	(87,395)	(82,477)	(55,601)	(52,444)	(142,996)	(134,921)
Total Capital Assets	$ 95,813	$ 94,872	$ 132,555	$ 120,457	$ 228,368	$ 215,329

Additional information on the City's capital assets is located in note 6 to the basic financial statements on pages 52-54 of this report.

Long-Term Debt

At the end of the current fiscal year, the City had total net long-term outstanding obligations of $104.6 million. Of this amount, $20.3 million relates to revenue bonds, certificates of participation, capital leases, and other obligations of the City's business enterprises. The balance relates to revenue bonds, tax allocation bonds, notes payable, capital leases, self-insurance, and employee benefit obligations for the City's governmental activities.

CITY OF SAN BUENAVENTURA-Outstanding Debt
(In Thousands)

	Governmental Activities		Business Activities		Total	
	2003	2002	2003	2002	2003	2002
Governmental Long Term Debt	$ 84,307	$ 60,322	$ -	$ -	$ 84,307	$ 60,322
Special Assessment Debt With Governmental Commitment	-	-	-	-	-	-
Revenue Bonds	-	-	20,272	21,138	20,272	21,138
Total	$ 84,307	$ 60,322	$ 20,272	$ 21,138	$ 104,579	$ 81,460

The City's total debt increased by $23.1 million during the current fiscal year. A key factor in this increase was a $19.7 million Certificate of Participation refunding, a $15.9 million Certificate of Participation in addition to an $8 million Tax Allocation Bond for a long-term obligation owed to the City by the City's Redevelopment Agency.

The City Charter states that the City shall not incur an indebtedness evidenced by general obligation bonds not greater than 15% of the total assessed valuation of all real and personal property within the City. The level of debt is significantly below Charter requirements.

Additional information on the City of San Buenaventura's long-term debt is located in note 8 on pages 55-63 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The economy was one of the main issues affecting the development of the fiscal year 2003-04 budget. The state and local economy have been redefined by emerging national trends and have resulted in limited local revenue growth. This lack of growth, additional public safety and other costs, and the implications for local government in the State budget, are factors that will affect the City's finances in 2004 and beyond.

The fiscal year 2003-04 General Fund operating budget increased $10 million from the fiscal year 2002-03 budget ($75 million to $85 million). This was mainly due to:

- Unallocated expense of $7.2 million generated from the RDA Debt refinancing.
- Employee services cost (salary and benefits) increased approximately $5.4 million or $12%.
    - In addition to salary increases of approximately $2.4 million, PERS retirement increased by $2.0 million and Workers' Compensation costs increased $1.0 million.
- The above costs were offset by a small growth in total revenue.

The fiscal year 2003-04 budgeted General Fund revenues, before operating transfers, are expected to show a net increase of $1.4 million from the ending fiscal year 2003 actuals as a result of:

- Property tax revenues that are anticipated to grow approximately $800,000, which equates to a 5.9% increase due to a limited number of housing units, coupled with continued low interest rates and high demand.

- A $900,000 increase in estimated other tax revenue consisting of sales taxes, franchise fees, transient occupancy taxes, and utility users taxes are projected for 2004. Franchise fee estimates decreased due to the stabilization of energy prices; sales tax and transient occupancy tax estimates reflect modest growth based on an estimated drop in tourism and spending; and the utility users revenues decreased due to the lingering effects of the national and regional recessions.

- A $400,000 decrease in the "use of money" and property category resulted from a reduction in estimated interest earnings in 2003.

- A $61,000 increase in estimated charges to other funds/departments for services rendered.

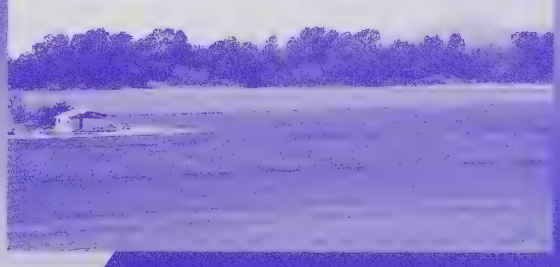
Charges for services and rates in general have increased as a result of the economy. Both the Water and Sewer and Sanitation (Wastewater) rates increased for the 2004 budget. The Water and Sewer and Sanitation (Wastewater) rate increases were necessary to finance debt service issued during the current fiscal year to fund well-needed capital projects.

The fiscal year 2003-04 budget includes $7.8 million in one-time revenues to support ongoing costs. Given the concerns for the difficult financial outlook, the City enacted a budget policy committee to develop long-term strategies. The City, along with many other State and local governments, continues to face difficult financial conditions; therefore, the City Council directed staff to develop a strategic plan to focus on the City's financial stability and to also provide guidance through these trying times.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of San Buenaventura's finances for all those with an interest in the government's finances. Questions concerning any of the information contained herein should be addressed to Sandra De La Riva, Budget & Finance Manager, P.O. Box 99 – Room 106, Ventura, California 93002-0099, (805) 654-7728, E-mail at sdelariva@ci.ventura.ca.us, or Thomas Gardner, Administrative Services Director, P.O. Box 99 - Room 101, Ventura, California 93002-0099, (805) 654-7812, or via E-mail at tgardner@ci.ventura.ca.us.

GOVERNMENT-WIDE FINANCIAL STATEMENTS



GOVERNMENT-W
FINANCIAL STATE

City of San Buenaventura
Statement of Net Assets
June 30, 2003

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and investments	$ 114,537,025	$ 40,455,863	$ 154,992,888
Restricted cash and investments	14,862,795	-	14,862,795
Investment in bonds	1,545,000	-	1,545,000
Accounts receivable, net	361,807	4,152,524	4,514,331
Interest receivable	732,247	-	732,247
Due from others	1,894,334	174,131	2,068,465
Due from other governments	6,258,790	63,477	6,322,267
Prepaid items	4,874	-	4,874
Inventory	351,399	-	351,399
Loans and notes receivable	4,449,258	-	4,449,258
Land and buildings held for resale	1,082,850	-	1,082,850
Total current assets	146,080,379	44,845,995	190,926,374
Noncurrent assets:			
Restricted cash and investments	17,218,844	2,002,725	19,221,569
Deferred charges	-	932,423	932,423
Water rights	-	1,221,838	1,221,838
State water line construction project	-	18,259,899	18,259,899
Capital assets			
Non-depreciable	36,641,471	53,988,436	90,629,907
Depreciable, net	59,172,094	78,566,179	137,738,273
Total capital asset	95,813,565	132,554,615	228,368,180
Total noncurrent assets	113,032,409	154,971,500	268,003,909
Total assets	259,112,788	199,817,495	458,930,283
LIABILITIES			
Current liabilities:			
Accounts payable	2,167,481	1,311,792	3,479,273
Contracts payable	879,992	1,432,115	2,312,107
Accrued payroll liabilities	1,334,672	-	1,334,672
Interest payable	1,298,006	290,923	1,588,929
Due to other governments	126,128	-	126,128
Deposits held for others	9,753,316	281,710	10,035,026
Deferred revenue	2,735,303	-	2,735,303
Claims and judgment payable	2,700,000	-	2,700,000
Compensated absences payable	453,000	-	453,000
Long-term debt - due within one year	2,371,231	940,000	3,311,231
Total current liabilities	23,819,129	4,256,540	28,075,669
Noncurrent liabilities:			
Claims and judgments payable	7,386,029	-	7,386,029
Compensated absences payable	3,449,627	-	3,449,627
Long-term debt - due in more than one year	67,947,581	19,331,696	87,279,277
Total noncurrent liabilities	78,783,237	19,331,696	98,114,933
Total liabilities	102,602,366	23,588,236	126,190,602
NET ASSETS			
Invested in capital assets, net of related debt	25,439,081	58,294,483	83,733,564
Restricted for:			
Capital projects	61,968,342	13,192,561	75,160,903
Debt service	2,342,612	2,002,725	4,345,337
Community development	3,838,505	-	3,838,505
Special projects	1,007,748	-	1,007,748
Total restricted	69,157,207	15,195,286	84,352,493
Unrestricted	61,914,134	102,739,490	164,653,624
Total net assets	$ 156,510,422	$ 176,229,259	$ 332,739,681

See accompanying Notes to Basic Financial Statements.

City of San Buenaventura
Statement of Activities and Changes in Net Assets
For the year ended June 30, 2003

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Program Revenues: Total
Primary government:					
Governmental activities:					
General government	$ 2,440,653	$ 410,111	$ -	$ -	$ 410,111
Human resources	901,052	124,711	-	-	124,711
Administrative services	4,012,416	1,387,239	1,570,743	-	2,957,982
Community development	4,596,322	672,508	1,315,884	-	1,988,392
Community services	5,281,398	1,835,602	413,394	-	2,248,996
Public safety - police	21,459,057	2,119,463	1,113,478	-	3,232,941
Public safety - fire	12,799,179	2,022,572	-	-	2,022,572
Public works	20,451,528	3,197,619	8,738,238	112,223	12,048,080
Nondepartmental	1,257,089	27,667	-	-	27,667
Interest on long-term debt (unallocated)	5,780,698	-	-	-	-
Depreciation expense (unallocated)	5,347,724	-	-	-	-
Total governmental activities	84,327,116	11,797,492	13,151,737	112,223	25,061,452
Business-type activities:					
Sewer and sanitation	11,053,245	12,677,123	-	-	12,677,123
Water	13,674,156	16,103,697	-	-	16,103,697
Golf course	849,715	1,492,267	-	-	1,492,267
Paramedic services	232,667	193,253	-	-	193,253
Total business-type activities	25,809,783	30,466,340	-	-	30,466,340
Total primary government	$ 110,136,899	$ 42,263,832	$ 13,151,737	$ 112,223	$ 55,527,792
General Revenues:					
Taxes:					
Property taxes					
Sales taxes					
Motor vehicle license					
Other taxes					
Total taxes					
Grants and contributions not restricted to specific programs					
Investment earnings					
Gain on sale of assets					
Miscellaneous					
Total general revenues and transfers					
Change in net assets					
Net assets - beginning of year, as restated (Note 15)					
Net assets - end of year					

See accompanying Notes to Basic Financial Statements.

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
$ (2,030,542)	$ -	$ (2,030,542)
(776,341)	-	(776,341)
(1,054,434)	-	(1,054,434)
(2,607,930)	-	(2,607,930)
(3,032,402)	-	(3,032,402)
(18,226,116)	-	(18,226,116)
(10,776,607)	-	(10,776,607)
(8,403,448)	-	(8,403,448)
(1,229,422)	-	(1,229,422)
(5,780,698)	-	(5,780,698)
(5,347,724)	-	(5,347,724)
(59,265,664)	-	(59,265,664)
-	1,623,878	1,623,878
-	2,429,541	2,429,541
-	642,552	642,552
-	(39,414)	(39,414)
-	4,656,557	4,656,557
(59,265,664)	4,656,557	(54,609,107)
15,240,502	-	15,240,502
19,714,453	-	19,714,453
5,922,778	-	5,922,778
14,452,401	-	14,452,401
55,330,134	-	55,330,134
34,342	-	34,342
2,931,952	1,393,503	4,325,455
19,562	1,920	21,482
42,090	-	42,090
58,358,080	1,395,423	59,753,503
(907,584)	6,051,980	5,144,396
157,418,006	170,177,279	327,595,285
$ 156,510,422	$ 176,229,259	$ 332,739,681

CITY OF SAN BUENAVENTURA

Respecting our Past

FOCUSED ON OUR FUTURE

FUND FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUND
FINANCIAL STATEMENTS

General Fund – The General Fund was established to account for sources and uses of financial resources traditionally associated with governments which are not required to be accounted for in another fund.

Gas Tax Special Revenue Fund – To account for revenue received from the State of California and other sources to be used for street maintenance and improvements only.

Park and Recreation Tax Special Revenue Fund – To account for park and recreation facilities tax revenue to be used for planning, acquisition, improvements or expansion of public parks, playgrounds, or other recreational facilities.

City of San Buenaventura Certificates of Participation (COP) Debt Obligations Fund – To account for the accumulation of resources and payment of long-term debt principal and interest for COP issues by the Public Facilities Financing Authority.

Capital Improvement Project Capital Projects Fund – To account for financial resources to be used for purchase or construction of major capital improvements (other than those funded through proprietary or special revenue funds).

Redevelopment Agency Projects Capital Projects Fund – To account for the economic revitalization and redevelopment of the City through acquisition and development of City property determined to be in a declining condition.

Other Governmental Funds – The aggregate of all the non-major governmental funds.

CITY OF SAN BUENAVENTURA

Respecting our Past

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City of San Buenaventura
Balance Sheet
Governmental Funds
June 30, 2003

	Major Funds				
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service	CIP General Capital Projects
ASSETS					
Cash and investments	$ 38,504,564	$ 15,928,695	$ 11,797,063	$ -	$ 11,352,788
Restricted cash and investments	-	-	-	30,163,040	-
Investment in bonds	1,545,000	-	-	-	-
Accounts receivable, net	21,085	67,669	-	-	66,801
Interest receivable	732,247	-	-	-	-
Due from other funds	153,378	-	17,525	-	85,033
Due from others	1,870,424	-	-	-	-
Due from other governments	4,159,038	1,303,389	59,753	-	172,787
Prepaid items	4,874	-	-	-	-
Inventory	351,399	-	-	-	-
Loans and notes receivable	425,085	-	-	-	-
Land and buildings held for resale	-	-	-	-	-
Advances to Redevelopment Agency	14,084,677	-	-	-	-
Total assets	$ 61,851,771	$ 17,299,753	$ 11,874,341	$ 30,163,040	$ 11,677,409
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 740,786	$ 326,119	$ 4,894	$ -	$ 48,600
Contracts payable	43,162	761,396	21,167	-	20,263
Due to other funds	-	-	-	102,558	-
Due to other governments	9,126	-	-	-	-
Deposits held for others	9,753,316	-	-	-	-
Advances from other funds	-	-	-	-	-
Deferred revenue	1,245,013	-	-	-	120,000
Total liabilities	11,791,403	1,087,515	26,061	102,558	188,863
Fund Balances:					
Reserved:					
Encumbrances	1,867,326	-	-	-	-
Petty cash	6,410	-	-	-	-
Advances to Redevelopment Agency	14,084,677	-	-	-	-
Prepaid items	4,874	-	-	-	-
Inventories	351,399	-	-	-	-
Assets held for resale	-	-	-	-	-
Loans and notes receivable	-	-	-	-	-
Investment in Portobello bonds	1,545,000	-	-	-	-
Unrealized gains on investments	-	87,115	64,519	-	62,089
Debt service	-	-	-	30,060,482	-
Total reserved	17,859,686	87,115	64,519	30,060,482	62,089
Unreserved, designated:					
Contingencies	12,000,000	-	-	-	-
Other	20,025,719	12,014,608	9,670,157	-	9,060,999
Total unreserved, designated	32,025,719	12,014,608	9,670,157	-	9,060,999
Unreserved, undesignated:					
General fund	174,963	-	-	-	-
Special revenue funds	-	4,110,515	2,113,604	-	-
Capital projects funds	-	-	-	-	2,365,458
Total fund balances	50,060,368	16,212,238	11,848,280	30,060,482	11,488,546
Total liabilities and fund balances	$ 61,851,771	$ 17,299,753	$ 11,874,341	$ 30,163,040	$ 11,677,409

See accompanying Notes to Basic Financial Statements.

Major Funds		
Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
$ 2,268,088	$ 12,996,568	$ 92,847,766
-	1,918,599	32,081,639
-	-	1,545,000
-	29,901	185,456
-	-	732,247
-	-	255,936
13,838	1,384	1,885,646
2,859	560,964	6,258,790
-	-	4,874
-	-	351,399
2,536,138	1,140,863	4,102,086
1,082,850	-	1,082,850
-	-	14,084,677
$ 5,903,773	$ 16,648,279	$ 155,418,366
$ 26,248	$ 364,947	$ 1,511,594
-	30,713	876,701
-	153,378	255,936
117,002	-	126,128
-	-	9,753,316
14,084,677	-	14,084,677
-	1,370,290	2,735,303
14,227,927	1,919,328	29,343,655
141,022	8,758	2,017,106
-	-	6,410
-	-	14,084,677
-	-	4,874
-	-	351,399
1,082,850	-	1,082,850
2,536,138	-	2,536,138
-	-	1,545,000
-	59,545	273,268
-	10,356,858	40,417,340
3,760,010	10,425,161	62,319,062
-	-	12,000,000
-	1,740,982	52,512,465
-	1,740,982	64,512,465
-	-	174,963
-	1,527,869	7,751,988
(12,084,164)	1,034,939	(8,683,767)
(8,324,154)	14,728,951	126,074,711
$ 5,903,773	$ 16,648,279	$ 155,418,366

City of San Buenaventura

Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets

June 30, 2003

Total Fund Balances - Total Governmental Funds	$	126,074,711
Amounts reported for governmental activities in the Statement of Net Assets were different because:		
Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. Except for the internal service funds reported below, the capital assets were adjusted as follows:		
Non-depreciable		36,641,471
Depreciable		132,111,936
Accumulated depreciation		(80,301,782)
Total capital assets		88,451,625
Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in Governmental Funds Balance Sheet.		(1,298,006)
Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The assets and liabilities of the Internal service funds were included in governmental activities in the Government-Wide Statement of Net Assets.		
Computer Replacement Fund		856,685
Equipment Services Fund		8,280,727
Building Maintenance Fund		352,895
Reproduction Services Fund		272,432
Workers' Compensation Fund		(4,818,072)
Employee Fringe Benefits Fund		2,578,659
Risk Management Fund		6,077,578
Total internal service funds		13,600,904
Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet.		
Long-term liabilities - due within one year		(2,371,231)
Long-term liabilities - due in more than one year		(67,947,581)
Total long-term liabilities		(70,318,812)
Net Assets of Governmental Activities	$	156,510,422

See accompanying Notes to Basic Financial Statements.

CITY OF SAN BUENAVENTURA

Respecting our Past

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City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the year ended June 30, 2003

	Major Funds				
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service	CIP General Capital Projects
REVENUES:					
Taxes	$ 47,611,497	$ 2,608,556	$ 268,410	$ -	$ 143,205
Licenses and permits	1,124,381	-	-	-	-
Intergovernmental	7,288,348	3,718,615	15,208	-	165,491
Charges for services	6,184,319	-	-	-	-
Fines and forfeitures	1,568,361	-	-	-	-
Use of money and property	3,001,293	515,363	338,828	534,175	53,548
Other revenues	1,408,129	142,006	287,540	774,324	60,334
Total revenues	68,186,328	6,984,540	909,986	1,308,499	422,578
EXPENDITURES:					
Current:					
General government	2,458,220	-	-	-	-
Human resources	2,365,650	-	-	-	-
Administrative services	4,196,014	-	-	-	-
Community development	2,942,465	-	-	-	-
Community services	5,195,320	-	-	-	-
Public safety - police	20,720,805	-	-	-	-
Public safety - fire	12,913,181	-	-	-	-
Public works	11,506,368	-	-	-	-
Nondepartmental	1,478,651	-	-	-	-
Capital outlays	1,151,717	8,448,265	1,007,740	-	1,933,065
Debt service:					
Principal retirement	55,672	-	-	20,590,000	-
Interest and other charges	10,050	-	-	3,126,328	-
Total expenditures	64,994,113	8,448,265	1,007,740	23,716,328	1,933,065
REVENUES OVER (UNDER) EXPENDITURES	3,192,215	(1,463,725)	(97,754)	(22,407,829)	(1,510,487)
OTHER FINANCING SOURCES (USES):					
Proceed from long-term debt	-	-	-	35,695,000	-
Transfers in	7,527,368	350,000	9,471,726	2,293,844	3,581,815
Transfers out	(13,594,534)	(94,903)	(7,421,940)	(2,375,713)	(40,194)
Total other financing sources (uses)	(6,067,166)	255,097	2,049,786	35,613,131	3,541,621
Net change in fund balances	(2,874,951)	(1,208,628)	1,952,032	13,205,302	2,031,134
FUND BALANCES:					
Beginning of year	52,935,319	17,420,866	9,896,248	16,855,180	9,457,412
End of year	$ 50,060,368	$ 16,212,238	$ 11,848,280	$ 30,060,482	$ 11,488,546

See accompanying Notes to Basic Financial Statements.

Major Funds		
Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
$ 1,636,510	$ 44,644	$ 52,312,822
-	-	1,124,381
-	2,309,157	13,496,819
-	889,428	7,073,747
-	-	1,568,361
211,723	410,397	5,065,327
1,968	59,680	2,733,981
1,850,201	3,713,306	83,375,438
-	-	2,458,220
-	-	2,365,650
-	-	4,196,014
-	-	2,942,465
-	-	5,195,320
-	977,988	21,698,793
-	-	12,913,181
-	1,130,072	12,636,440
-	-	1,478,651
754,679	1,310,088	14,605,554
-	575,689	21,221,361
-	1,877,067	5,013,445
754,679	5,870,904	106,725,094
1,095,522	(2,157,598)	(23,349,656)
-	8,000,000	43,695,000
7,332,668	1,242,989	31,800,410
(848,029)	(7,425,097)	(31,800,410)
6,484,639	1,817,892	43,695,000
7,580,161	(339,706)	20,345,344
(15,904,315)	15,068,657	105,729,367
$ (8,324,154)	$ 14,728,951	$ 126,074,711

City of San Buenaventura

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities and Changes in Net Assets

For the year ended June 30, 2003

Net Change in Fund Balances - Total Governmental Funds	$	20,345,344
Amounts reported for governmental activities in the Statement of Activities and Changes in Net Assets were different because:		
Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities and Changes in Net Assets, the cost of those assets was allocated over their estimated useful lives as depreciation expense. This was the amount of capital assets recorded in the current period.		5,385,174
Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but they did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in Governmental Funds.		(4,210,193)
Bond proceeds provided current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Assets.		(43,695,000)
Repayment of bond principal was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Assets.		21,221,361
Interest expense on long-term debt was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but they did not require the use of current financial resources. Therefore, interest expense was not reported as expenditures in governmental funds. The following amount represented the change in accrued interest from prior year.		(767,253)
Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds was reported with governmental activities.		812,983
Change in Net Assets of Governmental Activities	$	(907,584)

See accompanying Notes to Basic Financial Statements.

PROPRIETARY FUND FINANCIAL STATEMENTS

Sewer and Sanitation Fund

– To account for all sewer activities and treatment services provided to the City of San Buenaventura, including but not limited to administration, operations, maintenance, laboratory, and debt service.

Water Fund – To account for all water activities and water treatment services provided to the City of San Buenaventura and some residents of the County. Such activities include but are not limited to administration, maintenance, distribution, customer service, production, purification, and debt service.

Golf Course Fund – To account for revenue and costs related to the operation of two municipal golf courses for use by the general public.

Paramedic Fund – To account for revenue and costs related to providing basic and advanced life support services to citizens of the City.

Internal Service Funds – These funds are used to provide goods and services by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

CITY OF SAN BUENAVENTURA

Respecting our Past

FOCUSED ON OUR FUTURE

City of San Buenaventura
Statement of Net Assets
Proprietary Funds
June 30, 2003

	Major Funds			
	Sewer and Sanitation	Water	Golf Course	Paramedic Services
ASSETS				
Current assets:				
Cash and investments	$ 24,889,869	$ 9,466,473	$ 6,070,682	$ 28,839
Accounts receivable, net	1,795,324	2,357,200	-	-
Due from others	35	-	174,096	-
Due from other governments	11,977	51,500	-	-
Note receivable	-	-	-	-
Total current assets	26,697,205	11,875,173	6,244,778	28,839
Noncurrent assets:				
Restricted cash and investments	881,898	1,120,827	-	-
Deferred charges	254,950	677,473	-	-
Water rights	-	1,221,838	-	-
State Water line construction project	-	18,259,899	-	-
Capital assets:				
Non-depreciable	25,235,698	27,758,262	994,476	-
Depreciable, net	32,433,901	45,098,298	892,088	141,892
Total capital assets	57,669,599	72,856,560	1,886,564	141,892
Total noncurrent assets	58,806,447	94,136,597	1,886,564	141,892
Total assets	85,503,652	106,011,770	8,131,342	170,731
LIABILITIES				
Current liabilities:				
Accounts payable	320,333	937,730	45,501	8,228
Contracts payable	1,078,272	353,843	-	-
Accrued payroll liabilities	-	-	-	-
Interest payable	136,256	154,667	-	-
Deposits held for others	-	281,710	-	-
Claims and judgments payable	-	-	-	-
Compensated absences payable	-	-	-	-
Long-term debt - due within one year	470,000	470,000	-	-
Total current liabilities	2,004,861	2,197,950	45,501	8,228
Noncurrent liabilities:				
Claims and judgments payable	-	-	-	-
Compensated absences payable	-	-	-	-
Long-term debt - due in more than one year	6,716,696	12,615,000	-	-
Total noncurrent liabilities	6,716,696	12,615,000		
Total liabilities	8,721,557	14,812,950	45,501	8,228
NET ASSETS				
Invested in capital assets, net of related debt	25,247,205	32,013,298	892,088	141,892
Restricted for:				
Capital projects	9,785,499	3,323,765	83,297	-
Debt service	881,898	1,120,827	-	-
Unrestricted	40,867,493	54,740,930	7,110,456	20,611
Total net assets	$ 76,782,095	$ 91,198,820	$ 8,085,841	$ 162,503

See accompanying Notes to Basic Financial Statements.

Total	Governmental Activities Internal Service Funds
$ 40,455,863	$ 21,689,259
4,152,524	176,351
174,131	8,688
63,477	-
-	347,172
44,845,995	22,221,470
2,002,725	-
932,423	-
1,221,838	-
18,259,899	-
53,988,436	-
78,566,179	7,361,940
132,554,615	7,361,940
154,971,500	7,361,940
199,817,495	29,583,410
1,311,792	655,887
1,432,115	3,291
-	1,334,672
290,923	-
281,710	-
-	2,700,000
-	453,000
940,000	-
4,256,540	5,146,850
-	7,386,029
-	3,449,627
19,331,696	-
19,331,696	10,835,656
23,588,236	15,982,506
58,294,483	7,361,940
13,192,561	-
2,002,725	-
102,739,490	6,238,964
$ 176,229,259	$ 13,600,904

City of San Buenaventura
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
For the year ended June 30, 2003

	Major Funds			
	Sewer and Sanitation	Water	Golf Course	Paramedic Services
OPERATING REVENUES:				
Utility service charges	$ 12,403,791	$ 15,310,948	$ -	$ -
Golf fee charges	-	-	1,492,267	-
Internal service charges	-	-	-	-
Other operating revenues	273,332	792,749	-	193,253
Total operating revenues	12,677,123	16,103,697	1,492,267	193,253
OPERATING EXPENSES:				
Salaries and benefits	2,806,347	3,399,886	167,161	117,976
Contractual services	1,984,402	977,387	236,471	39,197
Materials and supplies	1,291,475	1,115,059	329	35,276
General and administrative	3,101,818	5,944,996	371,379	17,042
Insurance premiums and settlement	-	-	-	-
Depreciation	1,446,035	1,613,323	74,375	23,176
Total operating expenses	10,630,077	13,050,651	849,715	232,667
OPERATING INCOME (LOSS)	2,047,046	3,053,046	642,552	(39,414)
NONOPERATING REVENUES (EXPENSES):				
Interest income	817,907	390,941	184,467	188
Interest expense	(423,168)	(623,505)	-	-
Gain on sale of assets	373	1,547	-	-
Total nonoperating revenues (expenses)	395,112	(231,017)	184,467	188
Change in net assets	2,442,158	2,822,029	827,019	(39,226)
NET ASSETS:				
Beginning of year	74,339,937	88,376,791	7,258,822	201,729
End of year	$ 76,782,095	$ 91,198,820	$ 8,085,841	$ 162,503

See accompanying Notes to Basic Financial Statements.

Total	Governmental Activities Internal Service Funds
$ 27,714,739	$ -
1,492,267	-
-	22,969,276
1,259,334	138,491
30,466,340	23,107,767
6,491,370	2,914,443
3,237,457	1,832,814
2,442,139	2,108,439
9,435,235	6,917,868
-	7,427,783
3,156,909	1,137,531
24,763,110	22,338,878
5,703,230	768,889
1,393,503	14,294
(1,046,673)	(7,158)
1,920	36,958
348,750	44,094
6,051,980	812,983
170,177,279	12,787,921
$ 176,229,259	$ 13,600,904

City of San Buenaventura
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2003

	Major Funds			
	Sewer and Sanitation	Water	Golf Course	Paramedic Services
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers/other funds	$ 12,442,293	$ 15,549,437	$ 1,453,224	$ 15,160
Cash payments to suppliers for goods and services	(5,382,566)	(7,567,522)	(585,670)	(91,570)
Cash payments to employees for services	(2,806,347)	(3,399,886)	(167,161)	(117,976)
Insurance premiums and settlements	-	-	-	-
Other operating revenues	273,332	792,749	-	193,253
Net cash provided (used) by operating activities	4,526,712	5,374,778	700,393	(1,133)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Changes in capital assets, net	(6,391,846)	(8,504,491)	(994,476)	-
Repayments of revenue bonds	(415,975)	(450,000)	-	-
Interest paid on revenue bonds and contracts	(423,168)	(623,505)	-	-
Gain (loss) on sales of assets	373	1,547	-	-
Net cash provided (used) by capital and related financing activities	(7,230,616)	(9,576,449)	(994,476)	-
CASH FLOWS FROM INVESTING ACTIVITIES:				
Investment income	817,907	390,941	184,467	188
Net cash provided (used) by investing activities	817,907	390,941	184,467	188
Net increase (decrease) in cash and cash equivalents	(1,885,997)	(3,810,730)	(109,616)	(945)
CASH AND INVESTMENTS:				
Beginning of year	27,657,764	14,398,030	6,180,298	29,784
End of year	$ 25,771,767	$ 10,587,300	$ 6,070,682	$ 28,839
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income (loss)	$ 2,047,046	$ 3,053,046	$ 642,552	$ (39,414)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	1,446,035	1,613,323	74,375	23,176
Changes in assets and liabilities:				
Accounts receivable	29,269	183,548	-	-
Due from other governments	(11,977)	16,790	-	-
Due from others	(35)	514	(39,043)	15,160
Note receivable	-	-	-	-
Deferred charges	21,245	37,637	-	-
Accounts payable	157,597	327,675	22,509	(55)
Contracts payable	844,732	172,271	-	-
Accrued payroll liabilities	-	-	-	-
Interest payable	(7,200)	(4,837)	-	-
Deposits held for others	-	(25,189)	-	-
Claims and judgments payable	-	-	-	-
Compensated absences payable	-	-	-	-
Total adjustments	2,479,666	2,321,732	57,841	38,281
Net cash provided (used) by operating activities	$ 4,526,712	$ 5,374,778	$ 700,393	$ (1,133)

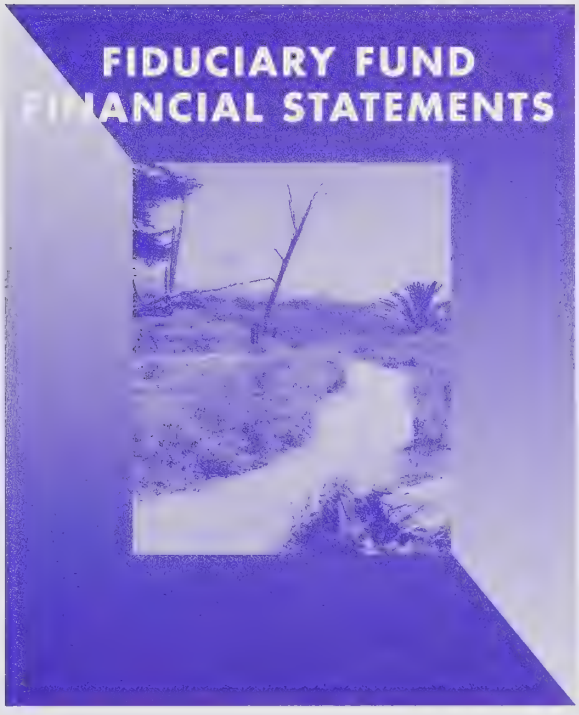
See accompanying Notes to Basic Financial Statements.

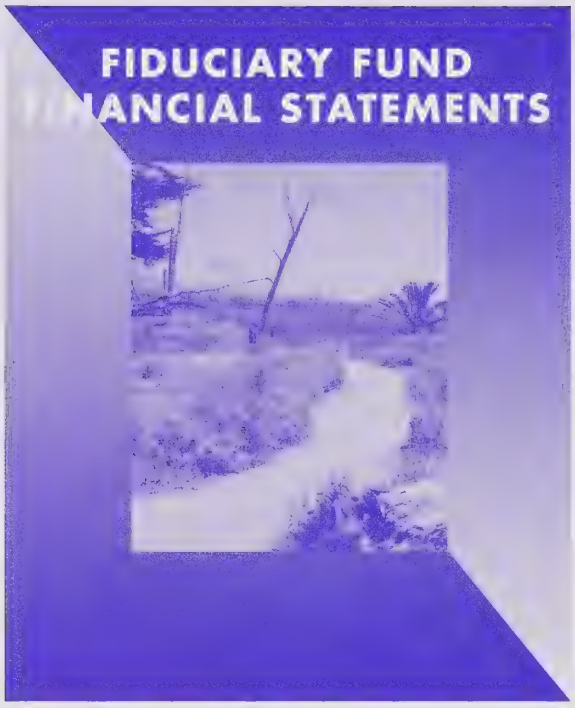
Total	Governmental Activities Internal Service Funds
$ 29,460,114	$ 23,636,618
(13,627,328)	(9,396,519)
(6,491,370)	(2,914,443)
-	(7,427,783)
1,259,334	138,491
10,600,750	4,036,364
(15,890,813)	(903,548)
(865,975)	-
(1,046,673)	-
1,920	36,958
(17,801,541)	(866,590)
1,393,503	7,136
1,393,503	7,136
(5,807,288)	3,176,910
48,265,876	18,512,349
$ 42,458,588	$ 21,689,259
$ 5,703,230	$ 768,889
3,156,909	1,137,531
212,817	21,182
4,813	24,232
(23,404)	181,593
-	621,928
58,882	-
507,726	(170,258)
1,017,003	(3,102)
-	87,878
(12,037)	-
(25,189)	-
-	921,458
-	445,033
4,897,520	3,267,475
$ 10,600,750	$ 4,036,364

CITY OF SAN BUENAVENTURA

Respecting our Past

FOCUSED ON OUR FUTURE


FIDUCIARY FUND
FINANCIAL STATEMENTS



Ventura Council of Government Fund – To account for the funds held in trust by the City, acting as treasurer, for the Ventura Council of Governments (VCOG). The VCOG is a joint venture of the County of Ventura and the Cities of Agoura Hills, Camarillo, Fillmore, Moorpark, Ojai, Oxnard, Port Hueneme, San Buenaventura, Santa Paula, Simi Valley, Thousand Oaks, and Westlake Village to prepare a Regional Comprehensive Plan.

Portobello Assessment District Fund – To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

Victoria-Telephone Road Improvement District Fund – To account for monies held in trust by the City as collected from property assessments to be used for improvements to Victoria Avenue and Telephone Road.

City of San Buenaventura
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2003

	Fiduciary Funds
ASSETS	
Cash and cash equivalents	$ 97,946
Total assets	$ 97,946
LIABILITIES	
Deposits held for others	$ 97,946
Total liabilities	$ 97,946

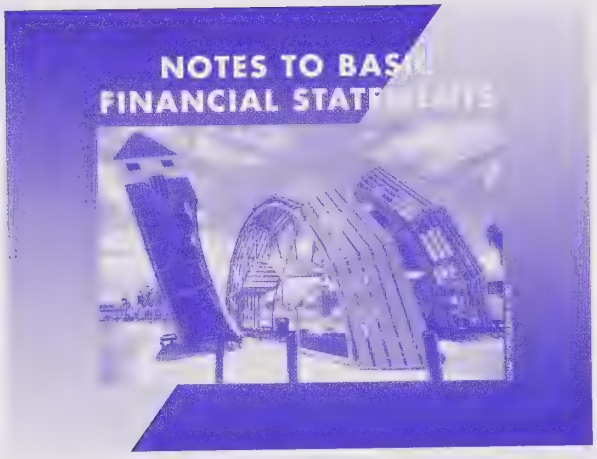
See accompanying Notes to Basic Financial Statements.

CITY OF SAN BUENAVENTURA

Respecting our Past

FOCUSED ON OUR FUTURE

NOTES TO BASIC
FINANCIAL STATEMENTS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City of San Buenaventura
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For the year ended June 30, 2003

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of San Buenaventura, California (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Description of the Reporting Entity

The City, incorporated as a town on March 10, 1866, was recognized as a city in the State of California by election on December 4, 1905 and was certified on January 5, 1906. The initial City Charter was adopted October 13, 1931 and was revised most recently on November 4, 1986. The City operates under an elected Council and appointed City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), public works (maintenance services and utilities), community services, and general administrative services.

As required by GAAP, these basic financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the City's operations and data from these units are combined with data of the City. Each blended component unit has a June 30 year-end. The City had no discretely presented component units. The following entities are reported as blended component units:

The Redevelopment Agency of the City of San Buenaventura (Agency) was created by the City of San Buenaventura City Council (City Council) in August, 1961. The Agency was formed for the purpose of preparing and carrying out plans for improvement, rehabilitation and redevelopment of blighted areas within the territorial limits of the City. The City Council acts as the Agency's governing board and exerts significant influence over its operations. The funds of the Agency have been included in the governmental activities of the financial statements.

San Buenaventura Public Facilities Financing Authority (Authority) was established by ordinance, pursuant to the City Charter and Constitution of the State of California, as a public body, corporate and politic, acting to facilitate serving the public purposes of the City. The ordinance was adopted on May 28, 1985 and became effective July 1, 1985. The governing body of the Authority is comprised of the consenting members of the City Council. The Authority is empowered to construct, acquire, maintain and improve public facilities and improvements within the City and to sell, lease, exchange, transfer, encumber or otherwise dispose of any interest in property. The Authority's activities presently consist of providing financial assistance to the City through the issuance of certificates of participation and the leasing of assets to the City. At the end of the lease term, all assets revert to the City. The funds of the Authority have been included in the governmental activities of the financial statements.

Complete financial statements for each of the individual component units may be obtained from the City of San Buenaventura, P.O. Box 99, Ventura, California 93002-0099.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government - Wide Financial Statements

The City's government-wide financial statements include a Statement of Net Assets and a Statement of Activities and Changes in Net Assets. These statements present summaries of governmental and business-type activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

These basic financial statements are presented on an *"economic resources"* measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Certain types of transactions are reported as program revenues for the City in three categories:

- Charges for services.
- Operating grants and contributions.
- Capital grants and contributions.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities and Changes in Net Assets, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due to/from other funds
- Advances to/from other funds
- Transfers in/out

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

The City applies all applicable GASB pronouncements (including all NCGA Statements and Interpretations currently in effect) as well as the following pronouncements issued on or before November 30, 1989 to the business type activities, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARB) of the committee on Accounting Procedure. The City applies all applicable FASB Statements and Interpretations issued after November 30, 1989 except those that conflict with or contradict GASB pronouncements.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net assets as presented in these statements to the net assets presented in the government-wide financial statements. The City has presented all major funds that met the applicable criteria. In addition, the City has presented certain funds, specifically the Gas Tax Special Revenue Fund, the Park and Recreation Special Revenue Fund, the CIP General Capital Projects Fund, and the Redevelopment Agency Capital Projects Fund as major funds because the City believes the financial position and activities of these funds are significant to the City as a whole.

All governmental funds are accounted for on a spending or "*current financial resources*" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

Revenues are recorded when received in cash, except for that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Deferred revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the government has a legal claim to the resources, the deferred revenue is removed from the Combined Balance Sheet and revenue is recognized.

The Reconciliation of the Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach of GASB Statement No. 34.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets, and a Statement of Cash Flows for each major proprietary fund.

A separate column representing internal service funds is also presented in these statements. However, internal service balances and activities have been combined with the governmental activities in the government-wide financial statements.

Proprietary funds are accounted for using the "*economic resources*" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Assets. The Statement of Revenues, Expenses and Changes in Fund Net Assets presents increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as nonoperating expenses.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Assets. The City's fiduciary funds represent agency funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency funds are reported using the accrual basis of accounting.

C. Use of Restricted/Unrestricted Net Assets

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the City's policy is to apply restricted net assets first.

D. Cash, Cash Equivalents and Investments

The City pools its available cash for investment purposes. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Cash, Cash Equivalents and Investments, Continued

The City participates in an investment pool managed by the State of California titled Local Agency Investment Fund (LAIF) which has invested a portion of the pool funds in Structured Notes and Asset-backed Securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these Structured Notes and Asset-backed Securities are subject to market risk as to change in interest rates.

For purposes of reporting cash flows, the City considers each fund's share in the cash and investments pool to be cash and cash equivalents including cash with fiscal agents.

E. Restricted Cash and Investments

Certain restricted cash and investments are held by fiscal agents for the redemption of bonded debt and for acquisition and construction of capital projects. Cash and investments are also restricted for deposits held for others within the enterprise funds. The restricted cash and investments are combined with unrestricted cash and investments and displayed as Cash and Investments.

F. Inventories and Prepaid Items

Inventory is valued at cost using the first in, first out method. Inventory in the proprietary funds consists of expendable supplies held for future consumption or capitalization. The cost is recorded as an expense as inventory items are consumed. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

G. Assets Held for Resale

Land and buildings held for resale are recorded at the lower of cost or estimated net realizable value. Fund balances are reserved in amounts equal to the carrying value of land and buildings held for resale, because such assets are not available to finance the City's current operations.

H. Interfund Transactions

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans)." Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances."

Advances between funds, reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

I. Capital Assets

The City's assets are capitalized at historical cost or estimated historical cost. City policy has set the capitalization threshold for reporting general fixed assets at $5,000 and for reporting infrastructure assets at $5,000. Gifts or contributions of capital assets are recorded at fair market value when received. Depreciation is recorded on a straight-line basis over the useful lives of the assets as follows:

Buildings and Improvements	10 – 76 years
Improvements other than buildings	10 – 75 years
Machinery and Equipment	2 – 75 years
Infrastructure	5 – 50 years

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34 which requires the inclusion of infrastructure capital assets in local governments' basic financial statements. In accordance with Statement No. 34, the City has included the value of all infrastructure in the Basic Financial Statements.

The City defines infrastructure as the basic physical assets that allow the City to function. The assets include the streets, water purification and distribution system, sewer collection and treatment system, park and recreation lands and improvement system, storm water conveyance system, and buildings combined with the site amenities such as parking and landscaped areas used by the City in the conduct of its business. Each major infrastructure system can be divided into subsystems. For example, the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, traffic control devices (signs, signals and pavement markings), landscaping and land.

These subsystems were not delineated in the basic financial statements. The appropriate operating department maintains information regarding the subsystems.

Interest accrued during capital assets construction, if any, is capitalized for the business-type and proprietary funds as part of the asset cost.

For all infrastructure systems, the City elected to use the Basic Approach as defined by GASB Statement No. 34 for infrastructure reporting. The City commissioned an appraisal of City owned infrastructure and property as of June 30, 2001. This appraisal determined the estimated historical cost, which is defined as the actual cost to acquire new property in accordance with market prices at the time of first construction/acquisition. Estimated historical costs were developed in one of three ways: (1) historical records; (2) standard unit costs appropriate for the construction/acquisition date; or (3) present cost indexed by a reciprocal factor of the price increase from the construction/acquisition date to the current date. The accumulated depreciation, defined as the total depreciation from the date of construction/acquisition to the current date on a straight line, unrecovered cost method was computed using industry accepted life expectancies for each infrastructure subsystem. The book value was then computed by deducting the accumulated depreciation from the estimated historical cost.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

J. Compensated Absences

The City accrues the cost of annual vacation leave as earned for all eligible employees.

The City accrues the cost of sick leave for all employees following ten (10) years of continuous City service, when employees become eligible for a payout of the balance of unused sick leave upon separation (resignation or retirement). The amount of payout varies by employee group as follows:

> All police and fire unit employees are eligible to receive a sick leave payout based on the number of "credits" earned. Credits are earned by using less sick leave hours annually than the negotiated standard. Police unit employees with 1-19 credits receive a 25% payout, employees with 20-29 credits receive a 50% payout and employees with 30 credits receive 100% payout of their sick leave balance at time of separation. Fire unit employees with 1-19 credits receive a 25% payout, employees with 20-29 credits receive a 50% payout and employees with 30 years of service receive a 100% payout regardless of the number of credits.

Vacation and sick leave benefits are accrued and recorded in the Employee Fringe Benefits Internal Service Fund.

K. Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financial sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

L. Interest Payable

In the government-wide financial statements, interest payable on long-term debt is recognized as the liability is incurred for governmental fund types and proprietary fund types.

In the fund financial statements, proprietary fund types recognize the interest payable when the liability is incurred.

M. Property Taxes

Property taxes are levied based on a fiscal year (July 1 - June 30). The property tax assessments are formally due on November 1 and February 1, and become delinquent as of December 10 and April 10, respectively. Taxes become a lien on the property effective March 1 of the preceding year.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

N. Net Assets

In the government-wide financial statements, net assets are classified in the following categories:

Invested in Capital Assets, net of Related Debt - This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Assets - This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments.

Unrestricted Net Assets - This amount is all net assets that do not meet the definition of "invested in capital assets, net of related debt" or "restricted net assets."

O. Fund Balances - Reservations and Designations

In the fund financial statements, governmental funds report reservations of fund balances for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

P. Use of Estimates

The preparation of the basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities. In addition, estimates affect the reported amount of expenses. Actual results could differ from these estimates and assumptions.

2. CASH AND INVESTMENTS

The City maintains a cash and investment pool, which includes cash balances and authorized investments of all funds, which the City Treasurer invests to enhance interest earnings. The pooled interest earned is allocated to the funds based on the month-end cash and investment balances in these funds.

A. Cash Deposits

The carrying amounts of the City's cash deposits were $7,069,805 at June 30, 2003. Bank balances before reconciling items were $8,172,525 at that date, the total amount of which was insured and/or collateralized with securities held by the pledging financial institutions in the City's name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name.

2. CASH AND INVESTMENTS, Continued

A. Cash Deposits, Continued

The market value of pledged securities must equal at least 110% of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total cash deposits. The City may waive collateral requirements for cash deposits, which are fully insured up to $100,000 by the Federal Deposit Insurance Corporation. The City, however, has not waived the collateralization requirements.

The City follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under the provisions of bond indentures. Interest income earned on pooled cash and investments is allocated on an accounting period basis to the various funds based on the period-end cash and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

B. Investments

Under the provisions of the City's investment policy, and in accordance with Section 53601 of the California Government Code, the City may invest or deposit in the following:

- Bankers' acceptances,
- Commercial paper
- Mutual funds and guaranteed contracts
- Local Agency Investment Fund
- Medium-term corporate notes
- Negotiable certificates of deposit
- Passbook savings account
- Demand deposits
- Repurchase agreements
- Securities of the Federal government or its agencies
- State and local agency bond issues
- Time certificates of deposit in California banks only

The City's investments with Local Agency Investment Funds (LAIF) at June 30, 2003 included a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments included the following:

Structured Notes are debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or that have embedded forwards or options.

Asset-Backed Securities, the bulk of which are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as CMS) or credit card receivables.

As of June 30, 2003, the City had $77,447,819 invested in LAIF, which had invested 2.327% of the pool investment funds in Structured Notes and Asset-Backed Securities. Fair value of LAIF was calculated by applying a factor of 1.002846280 to total investments held by LAIF.

The fair value of the City's position in the LAIF pool is the same as the value of the pool shares.

2. CASH AND INVESTMENTS, Continued

B. Investments, Continued

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools,* investments were stated at fair value using the aggregate method in all funds and component units.

C. Credit Risk

In accordance with GASB Statement No. 3, deposits are classified as to custodial risk by three categories as follows:

Category 1 – Insured or collateralized with securities held by the City or by its agent in the City's name.

Category 2 – Collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.

Category 3 – Uncollateralized.

The investments that are represented by specific identifiable investment securities are classified as to custodial risk by three categories as follows:

Category 1 – Insured and registered or securities held by the City or by its agent in the City's name.

Category 2 – Uninsured and unregistered with securities held by the counterparty's trust department or agent in the City's name.

Category 3 – Uninsured and unregistered with securities held by the counterparty, or by its trust department or agent, but not in the City's name.

Uncategorized - Certain cash deposits and investments are not subject to categorization under GASB Statement No. 3 and are identified as "Not Required to be Categorized."

D. Summary of Cash and Investments

The following is a summary of pooled cash and investments, including cash and investments with fiscal agents at June 30, 2003:

	Government-Wide Statement of Net Assets				
	Governmental Activities	Business-Type Activities	Total	Fiduciary Funds Statement of Net Assets	Total
Cash and investments	$ 116,082,025	$ 40,455,863	$ 156,537,888	$ 97,946	$ 156,635,834
Restricted cash and investments:					
Current	14,862,795	-	14,862,795	-	14,862,795
Noncurrent	17,218,844	2,002,725	19,221,569	-	19,221,569
Total restricted cash and investments	32,081,639	2,002,725	34,084,364	-	34,084,364
Grand total	$ 148,163,664	$ 42,458,588	$ 190,622,252	$ 97,946	$ 190,720,198

2. CASH AND INVESTMENTS, Continued

D. Summary of Cash and Investments, Continued

Cash (deposits) and investments were categorized as follows at June 30, 2003:

	Fund Financial Statements			
	Category 1	Category 2	Uncategorized	Fair Value
City Treasury:				
Cash Deposits				
Demand deposits	$ 7,069,805	$ -	$ -	$ 7,069,805
Petty cash	20,085	-	-	20,085
Total cash deposits	7,089,890	-	-	7,089,890
Investments:				
Securities of U.S. Government Agencies	-	72,098,125	-	72,098,125
Local Agency Investment Funds	-	-	77,447,819	77,447,819
Total investments	-	72,098,125	77,447,819	149,545,944
Total City Treasury	7,089,890	72,098,125	77,447,819	156,635,834
Fiscal Agents:				
Cash/Money Market	-	565,601	-	565,601
Local Agency Investment Funds	-	-	14,297,195	14,297,195
Securities of U.S. Government Agencies	-	749,256	-	749,256
Investment Contract	-	-	18,472,312	18,472,312
Total fiscal agents	-	1,314,857	32,769,507	34,084,364
Total cash and investments	$ 7,089,890	$ 73,412,982	$ 110,217,326	$ 190,720,198

The City had no Category 3 cash and investments.

E. Maturity

Investments held in the City Treasury grouped by maturity date at June 30, 2003 are shown below:

Maturity	Fair Value
Current to one year	$ 84,674,459
One to two years	135,000
Two to three years	20,224,300
Three to four years	40,550,200
Four to five years	11,051,875
Total	$ 156,635,834

3. LOANS AND NOTES RECEIVABLE

At June 30, 2003, loans and notes receivable consisted of the following:

	Balance July 1, 2002	Additions	Deletions	Balance June 30,2003
City Home	$ 188,700	$ 45,000	$ (38,100)	$ 195,600
Business Assistance Program:				
Micro Loan	210,010	50,000	(15,646)	244,364
Code Compliance Assistance	54,262	21,000	(6,145)	69,117
Commercial Rehabilitation Loan	50,298	4,000	(4,676)	49,622
City Officials	969,100	-	(621,927)	347,173
Redevelopment Agency:				
Disposition and development agreement - 1993	1,398,196	-	(59,800)	1,338,396
Disposition and development agreement - 1997	446,547	-	(2,209)	444,338
Disposition and development agreement - 1997	500,000	-	-	500,000
Disposition and development agreements - 2002	-	30,000	-	30,000
Homebuyer Assistance Program	111,300	119,500	(56,500)	174,300
CHFA HELP Program Loan	103,315	-	(6,511)	96,804
Housing Preservation Program	1,838,926	16,186	(895,568)	959,544
Total	$ 5,870,654	$ 285,686	$ (1,707,082)	$ 4,449,258

A. City Home

The general purpose of the City Home program is to promote neighborhood stabilization, stimulate private reinvestment, and broaden affordable hosing opportunities.

The Program is administered by the Housing Authority of San Buenaventura and provides deferred loans, to low-income residents who are first-time homebuyers, for down-payment assistance.

B. Business Assistance Program

There are three components to the Business Assistance Program. The Micro-Loan Program and the Code Compliance Program are available Citywide. The Commercial Rehabilitation Loan Program focuses on established redevelopment and revitalization areas. All loan programs must adhere to adopted Design Guidelines and Design Review requirements where applicable.

The interest rate will be fixed at the cost of City funds, plus two points. The borrower is responsible for repaying the entire loan, plus interest in a timely manner. The maximum term of the loan will not exceed 10 years.

3. LOANS AND NOTES RECEIVABLE, Continued

B. Business Assistance Program, Continued

There are three components of this program:

Micro Loan Program - The primary goal of this program is to create jobs and support the growth and success of small businesses in San Buenaventura. This is a flexible program designed for existing and new small businesses. The minimum loan to any business is $10,000 with a maximum of $25,000.

Code Compliance Assistance Program - The Code Compliance Assistance Program is to support businesses with building code compliance requirements on existing commercial properties. This program is designed to encourage code compliance and public safety in conjunction with Inspection Services.

Commercial Rehabilitation Loan Program - The Commercial Rehabilitation Loan Program is designed to encourage revitalization and renovation of older commercial districts while promoting physical enhancement of commercial property. The program goal is to foster business growth or retention through a more conducive and marketable physical environment. Qualified property owners and businesses may be eligible to receive below market rate loans for façade, construction, or building renovation. This program is targeted to the Downtown Redevelopment Area and the Westside Revitalization Area.

C. City Officials

The City Council has established mortgage assistance benefits by resolution because such benefits are recognized as an important tool to encourage key officials to live in the City. It also provides an added incentive to generate the most qualified pool of applicants for statewide and out-of-state recruitments.

The City has three loans outstanding to City officials for the purpose of mortgage assistance in the purchase of a home. Each is secured by a deed of trust on the property.

The following table summarizes the loan activity:

Date Issued	Original Amount of Loan	Term of Loan	Balance July 1, 2002	Additions	Deletions	Balance June 30, 2003
2000	$ 350,000	10 years	$ 350,000	$ -	$ (2,827)	$ 347,173
2001	350,000	10 years	350,000	-	(350,000)	-
2001	270,750	10 years	269,100	-	(269,100)	-
Total			$ 969,100	$ -	$ (621,927)	$ 347,173

3. LOANS AND NOTES RECEIVABLE, Continued

D. Redevelopment Agency

Disposition and Development Agreement – 1993 - The Agency entered into a disposition and development agreement in October 1993 to loan a limited partnership $1,520,150 for the purpose of financing the payment of costs and related expenses to enable the borrower to construct improvements on certain property previously owned by the Agency. During fiscal year 1994-95, the Agency loaned an additional $51,850 to the partnership. In October 1996, the loan was renegotiated to add past arrears payments to the principal balance, restructure the debt service payment schedule and reduce the interest rate from 8% to 7% per annum. Commencing in October 1996 interest only payments were begun and will take place through December 2001. Beginning in December 2001, the amortized principal amounts will be added to the payments with a final balloon payment of all outstanding amounts due in May 2006. The outstanding amount due the Agency as of June 30, 2003 was $1,338,396.

Disposition and Development Agreement – 1997 - The Agency entered into a disposition and development agreement in October 1997 to loan a limited liability company funds to construct certain improvements on property within the Agency's Downtown Redevelopment Project Area. Repayments of the loans are based on property revenue and other property compliance issues. The outstanding amount due to the Agency as of June 30, 2003 was $444,337.

Disposition and Development Agreement – 1997 - The Agency entered into a disposition and development agreement in October 1997 to loan $500,000 to a limited liability company to construct certain improvements on property within the Agency's Downtown Redevelopment Project Area. The loan is secured by a deed of trust and bears no interest. The total amount is due on the tenth anniversary of the note, which can be forgiven upon the occurrence of certain events. The outstanding amount due to the Agency as of June 30, 2003 was $500,000.

Disposition and Development Agreements – 2002 - The Agency entered into three disposition and development agreements in November 2002 to loan $10,000 each to three trustors to provide low income housing for the residents of the City within the Redevelopment Project Area. The loan is secured by a deed of trust and bears no interest. Repayments of the loans are based on property revenue and other property compliance issues. The total amount is due on the thirtieth anniversary of the note, which can be forgiven upon the occurrence of certain events. The outstanding amount due to the Agency as of June 30, 2003 was $30,000.

Homebuyer Assistance Program - The Agency entered into an agreement on September 13, 1999 from loan $100,000 to the Low/Mod Housing Set-Aside funds and apply it towards the City's Homebuyer Assistance Program. The outstanding amount due to the Agency as of June 30, 2003 was $174,300.

3. LOANS AND NOTES RECEIVABLE, Continued

E. CHFA HELP Loans

The primary goal of this program is for rental rehabilitation or seismic improvements of multifamily housing units in designated target areas.

The City provided 3% interest rate, fully amortizing loans for property rehabilitation to landlords for 15 to 30 years. Participating landlords agreed to fix maximum rents at Fair Market Rents established for the HUD Section 8 Program during the term of the HELP Loan. Eligible developments must be occupied by a minimum of 51% low-income households, adjusted for family size, as defined by HUD, at the initiation of negotiations between the landlord and the City. The outstanding amount as of June 30, 2003 was $96,804. The program is no longer active except for existing loans.

F. Housing Preservation Program

Under the Housing Preservation Program (HPP), low interest loans are available to qualifying low and moderate-income households to rehabilitate single-family owner-occupied properties. Special hardship grants are also available on an urgent need basis to address immediate threats to health and safety. The outstanding amount as of June 30, 2003 was $959,544.

4. INTERFUND TRANSACTIONS

A. Government-Wide Financial Statements

There were no interfund transactions in the government-wide financial statements.

B. Fund Financial Statements

Due to/from Other Funds

As of June 30, 2003, balances of due to/from other funds were as follows:

	Due from other funds			
Due to other funds	General Fund	Park and Recreation Special Revenue	CIP General Capital Projects	Total
Certificates of Participation Debt Obligation Debt Service Fund	$ -	$ 17,525	$ 85,033	$ 102,558
Non-major Governmental Funds	153,378	-	-	153,378
Total	$ 153,378	$ 17,525	$ 85,033	$ 255,936

4. INTERFUND TRANSACTIONS

B. Fund Financial Statements, Continued

Advances to/from Other Funds

As of June 30, 2003, balances of advances to/from other funds were as follows:

Advances from other funds	Advances to other funds General Fund
Redevelopment Agency Capital Projects Fund	$ 14,084,677

The long-term advances consisted of the following:

	Balance 7/1/2002	Additions	Deletions	Balance 6/30/2003
Loan to Agency #1	$ 2,501,283	$ -	$ (2,501,283)	$ -
Loan to Agency #2	1,255,124	-	(1,255,124)	-
Line of Credit	17,660,936	-	(3,576,259)	14,084,677
	$ 21,417,343	$ -	$ (7,332,666)	$ 14,084,677

The long-term advances and loans between the Agency and the City have been established through a cooperation agreement, first approved in 1980, describing the operation support provided to the Agency, and the terms and conditions for repayment of City loans or advances. In June 1992, a restated and amended cooperation agreement was adopted for the purpose of restructuring the financial aspects of the relationship.

The agreement calls for the Agency to utilize all available cash at June 30 of each year to repay existing debt. Bonded debt for which the City has previously established a repayment schedule would be excluded. The City may elect to reloan funds to the Agency, on an as-needed basis, through a line of credit, as described in the agreement.

Currently, the City supports the Agency by making advances for project costs and administrative expenses, and fully reserves the potential line of credit available in the City's General Fund. The Agency's total indebtedness to the City at June 30, 2003 was $14,084,677 and is described in detail below:

Beginning July 1, 1986, the City provided funds to the Agency as a loan, by means of refinancing previously existing indebtedness. The Agency agreed to make annual payments on its share of the refinanced debt through fiscal year 2016 for the retirement of its outstanding indebtedness. The Agency paid off the entire amount during the fiscal year ended June 30, 2003.

4. INTERFUND TRANSACTIONS, Continued

B. Fund Financial Statements, Continued

Outstanding loan balances are being repaid to the City through the collection of tax increments.

All other obligations of the Agency to the City bear interest at a rate equal to the average yield on investments of all other funds, not to exceed 6.00% each fiscal year. The outstanding line of credit balance at June 30, 2003 was $14,084,677.

Transfers

Transfers for the year ended June 30, 2003, were as follows:

	Transfers In							
	Major Funds							
				Debt Service Fund	Capital Projects Funds			
Transfers Out	General	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation	CIP General	Redevelop-ment Agency	Non-major Governmental Funds	Total
General Fund	$ -	$ 350,000	$ 8,983,379	$ 2,293,844	$ 1,631,020	$ -	$ 336,291	$ 13,594,534
Special Revenue Funds:								
Gas Tax	89,508	-	-	-	-	-	5,395	94,903
Parks and Recreation	7,408,860	-	-	-	-	-	13,080	7,421,940
Debt Service Fund:								
Certificates of Participation	-	-	488,347	-	1,887,366	-	-	2,375,713
Capital Projects Funds:								
CIP General	-	-	-	-	-	-	40,194	40,194
Redevelopment Agency	-	-	-	-	-	-	848,029	848,029
Non-major								
Governmental Funds	29,000	-	-	-	63,429	7,332,668	-	7,425,097
Total	$ 7,527,368	$ 350,000	$ 9,471,726	$ 2,293,844	$ 3,581,815	$ 7,332,668	$ 1,242,989	$ 31,800,410

The above transfers resulted from the normal course of the City's operation.

5. LAND AND BUILDINGS HELD FOR RESALE

Balance July 1, 2002	Additions	Deletions	Balance June 30, 2003
$ 1,082,850	$ -	$ -	$ 1,082,850

Land and buildings held for resale are recorded in the merged capital projects fund at the lower of cost or estimated net realizable value. The available fund balance is reserved in an amount equal to the carrying value of land and buildings held for resale because such assets are not available to finance the City's current operations. The amount recorded as assets held for resale and the corresponding fund balance reserved as of June 30, 2003 was $1,082,850.

6. CAPITAL ASSETS

A. Government-Wide Financial Statements

At June 30, 2003 the City's capital assets consisted of the following:

	Government Activities	Business-Type Activities	Total
Non-depreciable assets:			
Land	$ 12,322,450	$ 393,476	$ 12,715,926
Construction in progress	20,147,369	53,594,960	73,742,329
Equity interest of capital assets in SCAT	4,171,652	-	4,171,652
Total non-depreciable assets	36,641,471	53,988,436	90,629,907
Depreciable assets:			
Buildings and improvements	44,437,398	28,927,025	73,364,423
Improvements other than buildings	10,579,570	49,210,107	59,789,677
Machinery and equipment	21,227,935	56,030,546	77,258,481
Infrastructure	70,322,351	-	70,322,351
Total depreciable assets	146,567,254	134,167,678	280,734,932
Less accumulated depreciation for:			
Buildings and improvements	(17,663,297)	(15,269,533)	(32,932,830)
Improvements other than buildings	(3,191,298)	(24,205,660)	(27,396,958)
Machinery and equipment	(11,868,460)	(16,126,306)	(27,994,766)
Infrastructure	(54,672,105)	-	(54,672,105)
Total accumulated depreciation	(87,395,160)	(55,601,499)	(142,996,659)
Total depreciable assets, net	59,172,094	78,566,179	137,738,273
Total capital assets	$ 95,813,565	$ 132,554,615	$ 228,368,180

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for governmental activities:

	Balance July 1, 2002	Additions	Deletions	Balance June 30, 2003
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 12,322,450	$ -	$ -	$ 12,322,450
Construction in progress	15,715,799	4,431,570	-	20,147,369
Equity interest of capital assets in SCAT	3,949,710	221,942	-	4,171,652
Total capital assets, not being depreciated	31,987,959	4,653,512	-	36,641,471
Capital assets, being depreciated:				
Buildings and improvements	44,434,767	2,631	-	44,437,398
Improvements other than buildings	10,571,398	8,172	-	10,579,570
Machinery and equipment	20,032,798	1,701,392	(506,255)	21,227,935
Infrastructure	70,322,351	-	-	70,322,351
Total capital assets, being depreciated	145,361,314	1,712,195	(506,255)	146,567,254
Less accumulated depreciation for:				
Buildings and improvements	(16,715,944)	(947,353)	-	(17,663,297)
Improvements other than buildings	(2,866,435)	(324,863)	-	(3,191,298)
Machinery and equipment	(10,862,163)	(1,435,566)	429,269	(11,868,460)
Infrastructure	(52,032,163)	(2,639,942)	-	(54,672,105)
Total accumulated depreciation	(82,476,705)	(5,347,724)	429,269	(87,395,160)
Total capital assets, being depreciated, net	62,884,609	(3,635,529)	(76,986)	59,172,094
Total governmental activities	$ 94,872,568	$ 1,017,983	$ (76,986)	$ 95,813,565

Depreciation expense in governmental activities for capital assets for the year ended June 30, 2003 was $5,347,724. The City did not allocate the depreciation expense to departments/functions.

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for business-type activities:

	Balance July 1, 2002	Additions	Deletions	Balance June 30, 2003
Business-Type Activities:				
Capital assets, not being depreciated:				
Land	$ 393,476	$ -	$ -	$ 393,476
Construction in progress	38,984,015	14,610,945	-	53,594,960
Total capital assets, not being depreciated	39,377,491	14,610,945	-	53,988,436
Capital assets, being depreciated:				
Buildings and improvements	28,927,025	-	-	28,927,025
Improvements other than buildings	49,210,107	-	-	49,210,107
Machinery and equipment	55,387,034	643,513	-	56,030,547
Total capital assets, being depreciated	133,524,166	643,513	-	134,167,679
Less accumulated depreciation for:				
Buildings and improvements	(14,545,397)	(724,137)	-	(15,269,534)
Improvements other than buildings	(23,457,544)	(748,117)	-	(24,205,661)
Machinery and equipment	(14,441,650)	(1,684,655)	-	(16,126,305)
Total accumulated depreciation	(52,444,591)	(3,156,909)	-	(55,601,500)
Total capital assets, being depreciated, net	81,079,575	(2,513,396)	-	78,566,179
Total business-type activities	$ 120,457,066	$ 12,097,549	$ -	$ 132,554,615

Depreciation expense in business-type activities for capital assets for the year ended June 30, 2003 is composed of the following:

Sewer and Sanitation	$ 1,446,035
Water	1,613,323
Golf Course	74,375
Paramedic Services	23,176
Total depreciation expense	$ 3,156,909

B. Funds Financial Statements

The funds financial statements do not present general government capital assets but are shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets.

7. STATE WATER PROJECT

On July 6, 1971 the City executed a contract with the Casitas Municipal Water District (CMWD) for the allocation of fifty (50) percent of CMWD's annual entitlement of available water from the State of California Water Plan. In turn, the City assumed the burden of costs, both past and future, in the same proportion. The City's share of existing costs as of the inception of the contract was covered by a contract payable over a twenty (20) year period at four (4) percent interest, and was paid as of June 30, 1990.

The agreement currently in effect runs through the fiscal year ending June 30, 2035 with the right to extend the agreement for continued service. Under this agreement, the City's share of current project costs is paid on an annual basis. This agreement allows the City the option to maintain its right to beneficial use of water from the State Water Line Project. The costs for this project are adjusted semiannually by the State and have been increasing annually. The City's investment (at cost) in the State Water Line Project at June 30, 2003 was $18,259,899 which excludes the actual cost of water from the project.

The City will depreciate these costs when it begins using water from the State of California Water Plan.

8. LONG-TERM DEBT

A. Governmental Activities Long-Term Debt

The Summary of Changes in Long-Term Debt for Governmental Activities for the year ended June 30, 2003 is as follows:

	Balance July 1, 2002	Prior Period Adjustments (Note 15)	Additions	Deletions	Balance June 30, 2003	Classification: Amounts Due Within One Year	Classification: Amounts Due in More than One Year
Governmental Activities:							
Refunding Lease Revenue Bonds	$ 5,220,000	$ -	$ -	$ (320,000)	$ 4,900,000	$ 335,000	$ 4,565,000
Parking Structure Loan	2,987,014	145,288	-	(255,689)	2,876,613	255,689	2,620,924
Certificates of Participation - 1993	19,980,000	-	-	(19,980,000)	-	-	-
Certificates of Participation - 2001 Series A	2,925,000	-	-	(145,000)	2,780,000	155,000	2,625,000
Certificates of Participation - 2001 Series C	16,345,000	-	-	(210,000)	16,135,000	310,000	15,825,000
Certificates of Participation - 2002 Series B	-	-	19,765,000	(255,000)	19,510,000	1,040,000	18,470,000
Certificates of Participation - 2002 Series D	-	-	15,930,000	-	15,930,000	215,000	15,715,000
Tax Allocation Bonds - 2003	-	-	8,000,000	-	8,000,000	-	8,000,000
California Energy Commission	242,872	-	-	(55,673)	187,199	60,542	126,657
Subtotal governmental activities	47,699,886	145,288	43,695,000	(21,221,362)	70,318,812	2,371,231	67,947,581
Claims and judgements payable	9,164,571	-	921,458	-	10,086,029	2,700,000	7,386,029
Compensated absences payable	3,457,594	-	445,033	-	3,902,627	453,000	3,449,627
Total governmental activities	$ 60,322,051	$ 145,288	$ 45,061,491	$ (21,221,362)	$ 84,307,468	$ 5,524,231	$ 78,783,237

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Refunding Lease Revenue Bonds

On July 1, 1995, the City issued $7,090,000 Refunding Lease Revenue Bonds to refund existing Municipal Improvement Revenue Bonds for the Beach Parking Structure. The interest rate on the Refunding Lease Revenue Bonds ranges from 4.55% to 5.75% and matures in 2014. Debt service payments are scheduled annually in amounts ranging from $610,875 in 2000 to $613,350 in 2014. The balance outstanding as of June 30, 2003 was $4,900,000.

The annual debt service requirements for the Lease Revenue Bonds outstanding at June 30, 2003 were as follows:

Year Ending June 30,	Principal	Interest	Total
2004	$ 335,000	$ 277,300	$ 612,300
2005	350,000	259,545	609,545
2006	370,000	240,645	610,645
2007	390,000	220,295	610,295
2008	415,000	198,455	613,455
2009-2013	2,460,000	606,338	3,066,338
2014	580,000	33,350	613,350
Total	$ 4,900,000	$ 1,835,928	$ 6,735,928

Parking Structure Loan

A lease agreement for the beach parking structure premises was established with the issuance of the Municipal Improvement Revenue Series A Bonds (MIRB) in November 1983 and was restructured in July 1995 with the issuance of the Refunding Lease Revenue Bonds discussed above. The lease payments and proportionate share of proceeds are transferred to the City's trustee for handling of the City's obligation. The agreement runs through fiscal year 2014 at which time the City will assume ownership of the parking structure.

On December 16, 1999, in accordance with terms of a certain Purchase Money Note (Note) executed in 1985 and amended on July 1, 1995 between the City and Vengar Associates Limited Partnership (Vengar), Vengar paid off the Note. Because of the pay off of the Note, the principal amount of the parking structure lease was restated at July 1, 1999 to $4,012,574 reflecting the effect of the payoff of the Note which was being used to offset the debt service on the parking structure lease. Payment terms of the parking structure lease have been modified in such a way as to increase the amount of semi-annual debt service payments. At June 30, 2003 the outstanding balance of the Note was $2,876,613.

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

The annual debt service requirements for the Parking Structure Loan outstanding at June 30, 2003 were as follows:

Year Ending June 30,	Principal	Interest	Total
2004	$ 255,689	$ 533,034	$ 788,723
2005	255,689	533,034	788,723
2006	255,689	533,034	788,723
2007	255,689	533,034	788,723
2008	255,689	533,034	788,723
2009-2013	1,452,880	3,028,500	4,481,380
2013-2014	145,288	302,849	448,137
Total	$ 2,876,613	$ 5,996,519	$ 8,873,132

Certificates of Participation – 1993

Certificates of Participation in the amount of $24,665,000 were issued on February 1, 1993. The Certificates were issued to provide for: (1) the funding of a security deposit for the payment and discharge of the City's obligation under a Sub-Sublease Agreement, dated April 1, 1986, by and between the Authority and the City which in turn provided for the defeasance of $22,110,000 of the City of San Buenaventura Refunding Certificates of Participation (Capital Improvement Project, dated April 1, 1986 – the "1986 Certificates"); (2) to fund a reserve fund; and (3) to pay costs incurred in connection with the execution, delivery and sale of the Certificates. The Certificates mature in increasing annual payments of $745,000 in 2000 to $1,925,000 in 2017 and carry interest rates ranging from 4.80% to 6.00% per annum. Funding sources for the repayment include interest earnings recognized in the General Fund and earmarked for repayment of debt, interest earnings held in the debt service funds, and corporation yard/golf course facility user charges. General Fund revenues would be utilized should these funding sources be insufficient. The outstanding amount was paid in full at June 30, 2003.

Certificates of Participation – 2001 Series A

Certificates of Participation in the amount of $2,925,000 were issued on December 1, 2001. The Certificates were issued to provide for: (1) the defeasance of $2,960,000 of the City of San Buenaventura 1987 Refunding Certificates of Participation (Capital Improvement Project); (2) to acquire debt service reserve surety bond for the Series A Certificates; and (3) to pay costs in connection with the execution and delivery of the Series A Certificates. The Certificates are due in annual principal installments of $145,000 to $255,000 through 2017. Interest rates range from 3.00% to 4.625% and is payable semi-annually on January 1 and July 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2003, was $2,780,000.

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

The annual debt service requirements for the 2001 Certificates of Participation outstanding at June 30, 2003 were as follows:

Year Ending June 30,	Principal	Interest	Total
2004	$ 155,000	$ 111,425	$ 266,425
2005	160,000	106,775	266,775
2006	165,000	101,975	266,975
2007	170,000	96,200	266,200
2008	175,000	90,250	265,250
2009-2013	995,000	346,938	1,341,938
2013-2014	960,000	110,656	1,070,656
Total	$ 2,780,000	$ 964,219	$ 3,744,219

Certificates of Participation – 2001 Series C

Certificates of Participation in the amount of $16,345,000 were issued on December 1, 2001. The Certificates were issued to provide for: (1) improvements to the Ventura Community Park, the City Hall Terra Cotta Restoration Project, heating and ventilation improvements to City Hall and city-wide street median improvement programs; (2) to acquire debt service reserve surety bond for the Certificates; and (3) to pay costs in connection with the execution and delivery of the Series A Certificates. The Certificates are due in annual principal installments of $210,000 to $595,000 through 2020. Interest rates range from 3.00% to 4.725% and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2003, was $16,135,000.

The annual debt service requirements for the 2001 Series C Certificates of Participation outstanding at June 30, 2003 were as follows:

Year Ending June 30,	Principal	Interest	Total
2004	$ 310,000	$ 768,168	$ 1,078,168
2005	320,000	758,869	1,078,869
2006	330,000	749,268	1,079,268
2007	340,000	737,718	1,077,718
2008	350,000	725,818	1,075,818
2009-2013	1,980,000	3,399,245	5,379,245
2014-2018	2,480,000	2,901,290	5,381,290
2019-2023	3,130,000	2,251,740	5,381,740
2024-2028	3,975,000	1,415,440	5,390,440
2029-2031	2,920,000	311,850	3,231,850
Total	$ 16,135,000	$ 14,019,406	$ 30,154,406

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Certificates of Participation – 2002 Series B

Certificates of Participation in the amount of $19,765,000 were issued on October 3, 2002. The Certificates were issued to provide funds for: (1) the defeasance of 1993 Refunding Certificates of Participation and related city lease payment obligations; (2) to acquire debt service reserve surety bond for the Series B Certificates; and (4) to pay certain costs incurred in connection with the execution and delivery of the Series B Certificates. The Certificates are due in annual principal installments of $255,000 to $1,885,000 through 2018. Interest rates range from 3.25% to 5.50% and is payable semi-annually on January 1 and July 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2003, was $19,510,000.

The annual debt service requirements for the 2002 Series B Certificates of Participation outstanding at June 30, 2003 were as follows:

Year Ending June 30,	Principal	Interest	Total
2004	$ 1,040,000	$ 948,132	$ 1,988,132
2005	1,075,000	914,332	1,989,332
2006	1,115,000	876,706	1,991,706
2007	1,150,000	837,682	1,987,682
2008	1,205,000	785,932	1,990,932
2009-2013	6,945,000	3,009,878	9,954,878
2014-2018	6,980,000	983,038	7,963,038
Total	$ 19,510,000	$ 8,355,700	$ 27,865,700

Certificates of Participation – 2002 Series D

Certificates of Participation in the amount of $15,930,000 were issued on December 1, 2002. The Certificates were issued to provide funds for: (1) improvements to the Buenaventura Golf Course and the Olivas Park Golf Course; (2) to acquire debt service reserve surety bond for the Certificates; (3) to fund capitalized interest; and (4) to pay certain costs incurred in connection with the execution and delivery of the Certificates. The Certificates are due in annual principal installments of $215,000 to $980,000 through 2032. Interest rates range from 1.65% to 5.00% and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2003, was $15,930,000.

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

The annual debt service requirements for the 2002 Series D Certificates of Participation outstanding at June 30, 2003 were as follows:

Year Ending June 30,	Principal	Interest	Total
2004	$ 215,000	$ 812,669	$ 1,027,669
2005	320,000	708,279	1,028,279
2006	325,000	701,879	1,026,879
2007	335,000	694,405	1,029,405
2008	345,000	685,359	1,030,359
2009-2013	1,895,000	3,246,244	5,141,244
2014-2018	2,305,000	2,836,706	5,141,706
2019-2023	2,880,000	2,258,124	5,138,124
2024-2028	3,660,000	1,479,000	5,139,000
2029-2032	3,650,000	467,500	4,117,500
Total	$ 15,930,000	$ 13,890,165	$ 29,820,165

Tax Allocation Bonds – 2003

Tax Allocation Bonds in the amount of $8,000,000 were issued on June 1, 2003. The Bonds were issued to provide funds for: (1) repay certain advances made by the City of San Buenaventura to the Agency; (2) fund a Reserve Account for the Bonds; and (3) pay costs of issuance of the Bonds. The Bonds are due in annual principal installments of $205,000 to $495,000 through 2028. Interest rates range from 2.00% to 4.25% and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are tax revenue allocated to the Agency from the project area. The total amount outstanding as of June 30, 2003, was $8,000,000.

The annual debt service requirements for the 2003 Tax Allocation Bonds outstanding at June 30, 2003 were as follows:

Year Ending June 30,	Principal	Interest	Total
2004	$ -	$ 173,519	$ 173,519
2005	205,000	279,332	484,332
2006	240,000	274,882	514,882
2007	245,000	270,032	515,032
2008	250,000	265,082	515,082
2009-2013	1,345,000	1,228,286	2,573,286
2014-2018	1,555,000	1,000,585	2,555,585
2019-2023	1,875,000	679,994	2,554,994
2024-2028	2,285,000	250,382	2,535,382
Total	$ 8,000,000	$ 4,422,094	$ 12,422,094

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

California Energy Commission

On August 20, 2001, a low-interest loan was made with the California Energy Commission to convert incandescent street signal lights to Light Emitting Diodes. The loan has an interest rate of 3% and a four years repayment schedule with eight equal payments of $32,861. Repayment will be made from the savings in electrical utility payments resulting from the conversion. The balance outstanding as of June 30, 2003 was $187,199.

B. Long-Term Debt of Business-Type Activities and Proprietary Funds

The summary of changes in long-term debt of business-type activities for the year ended June 30, 2003 is as follows:

					Classification	
	Balance July 1, 2002	Additions	Deletions	Balance June 30, 2003	Amounts Due Within One Year	Amounts Due in More than One Year
Business-Type Activities:						
Sewer Revenue Refunding Bonds	$ 8,045,000	$ -	$ (450,000)	$ 7,595,000	$ 470,000	$ 7,125,000
Less unamortized deferred loss on refunding	(442,329)	-	34,025	(408,304)	-	(408,304)
Sewer Revenue Refunding Bonds, net	7,602,671	-	(415,975)	7,186,696	470,000	6,716,696
Water Revenue Refunding Bonds	13,535,000	-	(450,000)	13,085,000	470,000	12,615,000
Total business-type activities	$ 21,137,671	$ -	$ (865,975)	$ 20,271,696	$ 940,000	$ 19,331,696

Sewer Revenue Refunding Bonds

On June 5, 1996, $10,360,000 Sewer Revenue Refunding Bonds were issued to refund the City's Sewer Revenue Refunding Bonds, Series 1986. The bonds have interest rates varying from 4.25% to 5.60% per annum and mature in increasing annual payments ranging from $877,330 in fiscal year 1999 to $835,000 in fiscal year 2015.

Total Sewer Revenue Refunding Bonds outstanding as of June 30, 2003, net of unamortized deferred loss on refunding were as follows:

Principal outstanding at June 30, 2003	$ 7,595,000
Less unamortized deferred loss on refunding	(408,304)
Net Bonds outstanding at June 30, 2003	$ 7,186,696

8. LONG-TERM DEBT, Continued

B. Long-Term Debt of Business-Type Activities and Proprietary Funds, Continued

The annual debt service requirements for the Sewer Revenue Refunding Bonds outstanding at June 30, 2003 were as follows:

Year Ending June 30,	Principal	Interest	Total
2004	$ 470,000	408,768	$ 878,768
2005	495,000	385,738	880,738
2006	520,000	360,988	880,988
2007	545,000	334,468	879,468
2008	570,000	305,855	875,855
2009-2013	3,370,000	1,024,268	4,394,268
2014-2015	1,625,000	135,300	1,760,300
Total	$ 7,595,000	$ 2,955,385	$ 10,550,385

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the Sewer Revenue Refunding Bonds, Series 1986. This difference is considered to be deferred loss on refunding. The deferred loss on refunding, reported in the basic financial statements as a deduction from bonds payable, is amortized on a straight-line method over 19 years.

The following is a summary of unamortized deferred loss on refunding outstanding at June 30, 2003:

Balance July 1, 2002	Additions	Deletions	Balance June 30, 2003
$ 442,329	$ -	$ (34,025)	$ 408,304

Amortization expense was $34,025 for June 30, 2003.

Water Revenue Refunding Bonds

On November 1, 1993, $15,715,000 in Water Revenue Refunding Bonds were issued to provide funds to refund the City's $12,580,000 outstanding obligation under the Installment Agreement dated October 1, 1990, by and between the City and the Authority. The bonds have interest rates varying from 4.00% to 4.75% per annum and mature in increasing annual payments ranging from $395,000 in fiscal year 2000 to $1,070,000 in fiscal year 2021. The balance outstanding as of June 30, 2003 was $13,085,000.

8. LONG-TERM DEBT, Continued

B. Long-Term Debt of Business-Type Activities and Proprietary Funds, Continued

The annual debt service requirements for the Water Revenue Refunding Bonds outstanding at June 30, 2003 were as follows:

Year Ending June 30,	Principal	Interest	Total
2004	$ 470,000	$ 608,328	$ 1,078,328
2005	490,000	586,963	1,076,963
2006	515,000	563,707	1,078,707
2007	540,000	538,651	1,078,651
2008	565,000	512,406	1,077,406
2009-2013	3,270,000	2,121,585	5,391,585
2014-2018	4,185,000	1,241,293	5,426,293
2019-2021	3,050,000	222,300	3,272,300
Total	$ 13,085,000	$ 6,395,233	$ 19,480,233

9. DEFERRED REVENUES

Deferred revenues at June 30, 2003 are reported as follows:

General Fund:	
Business license tax	$ 230,014
Recreational activities	329,081
H.C.D.A. housing rehabilitation loans	625,654
Cycle 7 grant	17,843
Cycle 8 grant	42,421
Total General Fund	1,245,013
Capital Projects Funds:	
CIP General:	
EP Foster Library	120,000
Housing and Community Development Block Grant	
City Home Match	150,600
Rehab Loans	1,219,690
Total capital projects funds	1,490,290
Total deferred revenues	$ 2,735,303

10. FUND BALANCES FOR GOVERNMENTAL FUNDS

A. Reservation and Designation of Fund Balances

Fund balances at June 30, 2003 for the governmental funds have been reserved and designated for the following purposes:

	Major Funds							
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service	CIP General Capital Projects	Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
Reserved:								
Encumbrances	$ 1,867,326	$ -	$ -	$ -	$ -	$ 141,022	$ 8,758	$ 2,017,106
Petty cash	6,410	-	-	-	-	-	-	6,410
Advances to Redevelopment Agency	14,084,677	-	-	-	-	-	-	14,084,677
Prepaid items	4,874	-	-	-	-	-	-	4,874
Inventories	351,399	-	-	-	-	-	-	351,399
Assets held for resale	-	-	-	-	-	1,082,850	-	1,082,850
Loans and notes receivable	-	-	-	-	-	2,536,138	-	2,536,138
Investment in Portobello bonds	1,545,000	-	-	-	-	-	-	1,545,000
Unrealized gains on investments	-	87,115	64,519	-	62,089	-	59,545	273,268
Debt service	-	-	-	30,060,482	-	-	10,356,858	40,417,340
Total reserved	17,859,686	87,115	64,519	30,060,482	62,089	3,760,010	10,425,161	62,319,062
Unreserved, designated:								
Contingencies	12,000,000	-	-	-	-	-	-	12,000,000
Other*	20,025,719	12,014,608	9,670,157	-	9,060,999	-	1,740,982	52,512,465
Total unreserved, designated	32,025,719	12,014,608	9,670,157	-	9,060,999	-	1,740,982	64,512,465
Unreserved, undesignated:								
General Fund	174,963	-	-	-	-	-	-	174,963
Special revenue funds	-	4,110,515	2,113,604	-	-	-	1,527,869	7,751,988
Capital projects funds	-	-	-	-	2,365,458	(12,084,164)	1,034,939	(8,683,767)
Total fund balances	$ 50,060,368	$ 16,212,238	$ 11,848,280	$ 30,060,482	$ 11,488,546	$ (8,324,154)	$ 14,728,951	$ 126,074,711
***Other**								
Maintenance budget	$ 15,007,387	$ -	$ -	$ -	$ -	$ -	$ -	$ 15,007,387
Police K-9	12,315	-	-	-	-	-	-	12,315
Available RDA	1,253,012	-	-	-	-	-	-	1,253,012
Downtown commercial rehab	665,724	-	-	-	-	-	-	665,724
Code compliance	313,425	-	-	-	-	-	-	313,425
Storm water compliance	580,500	-	-	-	-	-	-	580,500
AB939 waste management	35,890	-	-	-	-	-	-	35,890
RDA formation	200,000	-	-	-	-	-	-	200,000
Park maintenance	500,000	-	-	-	-	-	-	500,000
Maintenance carry over	1,457,466	-	-	-	-	-	-	1,457,466
CIP carry over	-	12,014,608	9,670,157	-	9,060,999	-	1,740,982	32,486,746
Total other	$ 20,025,719	$ 12,014,608	$ 9,670,157	$ -	$ 9,060,999	$ -	$ 1,740,982	$ 52,512,465

10. FUND BALANCES FOR GOVERNMENTAL FUNDS, Continued

B. Deficit Fund Balances

For the year ended June 30, 2003, the following fund had deficit fund balances:

Capital Projects Fund:	
Redevelopment Agency	$ 8,324,154
Internal Service Fund:	
Workers' Compensation	$ 4,818,072

The Redevelopment Agency Capital Projects Fund had a fund deficit of $8,324,154 which will be reduced through the payments made to the advance from the City.

The Workers' Compensation Internal Service Fund had a fund deficit of $4,818,072. The City plans to review the rates charged to departments for workers' compensation insurance.

11. SELF-INSURANCE ACCRUED LIABILITIES

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City is self-insured up to $250,000 for each workers' compensation claim, up to $1,000,000 for each general liability claim, and up to $5,000 for each property damage claim. The City accounts for and finances its uninsured risks of loss in the Workers' Compensation Fund and Risk Management Fund. Excess insurance purchased from commercial carriers supplies excess coverage for each workers' compensation claim and up to $10,000,000 for each general liability claim. Settled claims have not exceeded this commercial coverage in any of the past seven fiscal years.

The claims liabilities in each of the self-insurance internal service funds are based on the results of actuarial studies and include amounts for claims incurred but not reported. Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts and other economic and social factors. General and workers' compensation liabilities are carried at an actuarially determined rate. It is the City's practice to obtain full actuarial studies biannually for general liability and workers' compensation coverage. Premiums are charged by the internal service self-insurance funds using various allocation methods that include actual costs, trends in claims experience and number of participants. Revenues of the internal service self-insurance funds are expended to provide adequate resources to meet liabilities as they become due.

11. SELF-INSURANCE ACCRUED LIABILITIES, Continued

The aggregate change in the balance of claims liabilities for the internal service self-insurance funds were as follows:

	June 30, 2003	June 30, 2002
Unpaid claims, beginning of year	$ 9,164,571	$ 6,601,535
Incurred claims and changes in estimates	3,252,749	11,832,416
Claim payments	(2,331,291)	(9,269,380)
Unpaid claims, end of year	$ 10,086,029	$ 9,164,571
Current portion	$ 2,700,000	$ 3,250,000
Noncurrent portion	7,386,029	5,914,571
Total claims and judgement payable	$ 10,086,029	$ 9,164,571

12. PENSION PLANS

A. California Public Employees' Retirement Plan (PERS)

Plan Description - The City contributes to the California Public Employees' Retirement System (PERS), an agent multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and city ordinance. Copies of PERS' annual financial report may be obtained from their Executive Office located at 400 P Street, Sacramento, California 95814.

Funding Policy - Active members are required by State statute to contribute 7% of their annual salary if a Miscellaneous member, and 10% if a Safety member. The City makes the required employee contributions for all Miscellaneous employees and Safety employees in the Fire, Fire Management, Police, Police Management and for the Fire Chief and Police Chief, which amounted to $872,224 for the year ended June 30, 2003. (Police Unit employees pay their own 9%) The City's employer required contributions rate for Safety employees was 5.778% for the fiscal year. No employer contributions were required for miscellaneous employees due to the overfunded actuarial accrued liability.

Annual Pension Cost - For 2002-2003, the City's annual pension cost of $872,224 for PERS was equal to the City's required and actual contributions. The required contribution was determined as part of the June 30, 2002, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 8.25% investment rate of return (net of administrative expenses), (b) projected salary increases range from 3.75% to 14.2% for miscellaneous employees and 4.27% to 11.59% for safety employees depending on age, service, and type of employment, and (c) 2% per year cost-of-living adjustments. Both

12. PENSION PLANS, Continued

A. California Public Employees' Retirement Plan (PERS), Continued

(a) and (b) included an inflation component of 3.5%. The actuarial value of PERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three year period. PERS unfunded actuarial accrued liability (or surplus) is being amortized as a level percentage of projected payroll on a closed basis. The amortization period at June 30, 2002, was 20 years for miscellaneous employees and 19 years for safety employees for prior and current service unfunded liability.

THREE-YEAR TREND INFORMATION FOR PERS

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2001	$ 878,444	100%	$ -
6/30/2002	1,163,965	100%	-
6/30/2003	872,224	100%	-

13. JOINT VENTURE TRANSACTIONS

A. South Coast Area Transit

The City is a participant in a joint venture agreement with the cities of Port Hueneme, Ojai, Oxnard and the County of Ventura for investment in a public bus transportation system, South Coast Area Transit (SCAT). As of June 30, 2003, the City held a 37.76% interest in SCAT based upon the number of service miles in the City. The City's net equity in SCAT accounted for under the equity method was $3,949,710 or 41.48% at June 30, 2003. The City's share of SCAT's net operating loss was $581,186 for the fiscal year ended June 30, 2003, and the City's share of SCAT's capital grants was $888,491 resulting in a net increase in equity in fiscal year 2002-2003 of $307,305. Complete separate financial statements are available from the SCAT office at 301 East Third Street, Oxnard, CA 93030.

B. Ventura Council of Governments

The City is also a participant in a joint venture agreement with the County of Ventura and the cities of Agoura Hills, Camarillo, Fillmore, Moorpark, Ojai, Oxnard, Santa Paula, Simi Valley and Thousand Oaks known as the Ventura Council of Governments (VCOG). The purpose of VCOG is to provide a vehicle for the member entities and other interested persons and organizations to engage in regional, cooperative and comprehensive planning, and for the review of federal and state projects which involve the use of federal and/or state funds. VCOG's primary function is to serve as a subregion of the Southern California Association of Governments (SCAG) for the County of Ventura and the ten cities in the County. The Board of VCOG is comprised of one council member from each city and five members of the County of Ventura Board of Supervisors. The majority of VCOG's revenues come from SCAG for annually preparing defined subregional work elements for SCAG. There was no formal contract between SCAG and VCOG for the 2002-2003 fiscal year.

13. JOINT VENTURE TRANSACTIONS, Continued

B. Ventura Council of Governments, Continued

Currently, the administrative functions of VCOG are no longer shared with the Local Agency Formation Commission (LAFCO). VCOG entered into an agreement with an outside consultant, to serve as Interim Executive Director and to perform a six-month study on the appropriate functions and responsibilities for VCOG. Members of VCOG voted to fund the body through City and County dues assessment rather than rely on SCAG for funding. The assessment is pro-rated to each jurisdiction based upon a formula in the joint powers agreement. One-third of the budget is funded by the County. The remaining two-thirds of the budget is paid by the ten cities; one-half on an equal share basis and one-half based upon the population. The current budget was set at $60,000. From 1994-2003, the City agreed to serve as Treasurer for VCOG. VCOG is accounted for as an agency fund by the City and is included in the basic financial statements.

14. COMMITMENTS AND CONTINGENCIES

A. Lawsuits in the Normal Course of Business

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes, based upon consultation with the City Attorney, that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City. Additionally, City management believes that the City's insurance programs are sufficient to cover any potential losses should an unfavorable outcome materialize.

B. Agreement with Macerich Buenaventura Limited Partnership

The City entered into an agreement with Macerich Buenaventura Limited Partnership (Developer) for the development of Pacific View Mall (Mall) which is located within the City's boundaries. The Developer agreed to make improvements to the Mall in exchange for sales tax rebates. The improvements include three projects on-site, off-site, and transit facility improvements. Upon completion of the projects, the on-site and transit facility assets will be the property of the Developer. The off-site improvements are public domain assets and will be donated to the City by the Developer. The agreement provides for 80% sales tax revenue rebates to the Developer over a base amount calculated as average sales tax revenue before the improvements are made. Payments are to be made for twenty years or until a maximum dollar amount of $32,300,000 (for all three projects) has been dispersed, whichever comes first. If the twenty years has elapsed and the maximum dollar amount has not been reached, the Developer has the right to appeal for further payments for an additional two years. The City does have the option to prepay the maximum dollar amount. There is no minimum amount due and if sales tax revenues do not exceed the base level, the City's payments would be zero.

14 COMMITMENTS AND CONTINGENCIES, Continued

C. Federal and State Grant Programs

The City participates in several federal and state grant programs. These programs have been audited by the City's independent auditors in accordance with the provisions of the federal Single Audit Act, as amended, and applicable state requirements. No cost disallowances were proposed as a result of these audits. However, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

As of June 30, 2003 in the opinion of City management, there were no additional outstanding matters that would have a significant effect on the financial position of the funds of the City.

15. PRIOR PERIOD ADJUSTMENTS

Government-Wide Financial Statements

Prior period adjustments were recorded to the government wide financial statements to record adjustments in long-term debt as of July 1, 2002.

	Net Assets, as Previously Reported	Prior Period Adjustment	Net Assets, as Restated
Government-Wide Activities			
Net assets	$ 157,563,293	$ (145,287)	$ 157,418,006
Total government-wide activities	$ 157,563,293	$ (145,287)	$ 157,418,006

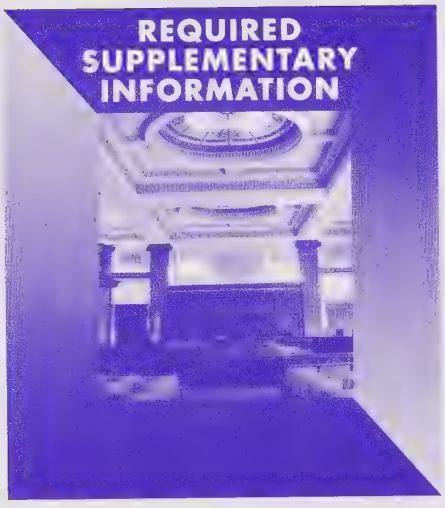
CITY OF SAN BUENAVENTURA

Respecting our Past

FOCUSED ON OUR FUTURE

REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION



1. BUDGETARY INFORMATION

Through the budget, the City Council sets the direction of the City, allocates its resources and establishes its priorities. The Annual Budget assures the efficient and effective use of the City's economic resources, as well as establishing that the highest priority objectives are accomplished.

The Annual Budget serves the fiscal period July 1 to June 30, and is a vehicle that accurately and openly communicates these priorities to the community, businesses, vendors, employees and other public agencies. Additionally, it establishes the foundation of effective financial planning by providing resource planning, and controls that permit the evaluation and adjustment of the City's performance.

The City prepares a one-year budget. The annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General, special revenue and debt service funds. All annual appropriations expire at the end of the year. Capital projects funds adopt project-length plans.

The Administrative Services Department, working with all operating departments and the City Manager, develops a preliminary budget. On or before May 1 each year, the City Manager transmits the proposed budget to the City Council. The proposed budget includes both the sources and types of funds for the proposed expenditures. The City Council conducts public hearings on the proposed budget prior to June 30. On or before July 1, the budget is adopted and enacted by the City Council.

The appropriated budget is prepared by fund, department and division. City department heads may make transfers of appropriations within their department. All transfers between departments require approval of the City Council. The legal level of budgetary control is at the department level for the General Fund and at the fund level for all other governmental funds. Appropriation revisions made during the year ended June 30, 2003 were not significant.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities. The commitments will be reappropriated and honored in the subsequent year.

1. BUDGETARY INFORMATION, Continued

The following is the budget comparison schedules for the General Fund and all major special revenue funds.

Budget Comparison Schedule, General Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 52,935,319	$ 52,935,319	$ 52,935,319	$ -
Resources (inflows):				
Taxes	46,116,741	46,116,741	47,611,497	1,494,756
Licenses and permits	975,370	975,370	1,124,381	149,011
Intergovernmental	7,309,977	7,912,599	7,288,348	(624,251)
Charges for services	5,920,865	6,014,865	6,184,319	169,454
Fine and forfeitures	1,514,009	1,514,009	1,568,361	54,352
Use of money and property	3,029,176	3,031,835	3,001,293	(30,542)
Other revenue	1,105,561	1,210,931	1,408,129	197,198
Transfers from other funds	280,000	7,584,020	7,527,368	(56,652)
Amount available for appropriations	66,251,699	74,360,370	75,713,696	1,353,326
Charges to appropriations (outflows):				
General government	2,780,569	3,194,490	2,458,220	736,270
Human resources	2,488,417	2,577,912	2,365,650	212,262
Administrative services	4,775,127	4,921,088	4,196,014	725,074
Community development	3,563,238	4,838,330	2,942,465	1,895,865
Community services	5,784,227	6,107,987	5,195,320	912,667
Public safety - police	20,302,171	20,476,052	20,720,805	(244,753)
Public safety - fire	13,133,962	13,287,531	12,913,181	374,350
Public works	12,059,442	13,099,856	11,572,090	1,527,766
Non-departmental	2,426,990	2,525,569	1,478,651	1,046,918
Capital outlays	274,660	1,522,915	1,151,717	371,198
Transfers to other funds	7,169,030	14,735,702	13,594,534	1,141,168
Total charges to appropriations	74,757,833	87,287,432	78,588,647	8,698,785
Excess of resources over (under) charges to appropriations	(8,506,134)	(12,927,062)	(2,874,951)	10,052,111
Fund balance, June 30	$ 44,429,185	$ 40,008,257	$ 50,060,368	$ 10,052,111

1. BUDGETARY INFORMATION, Continued

Budget Comparison Schedule, Gas Tax Special Revenue Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 17,420,866	$ 17,420,866	$ 17,420,866	$ -
Resources (inflows):				
Taxes	1,000,000	1,000,000	2,608,556	1,608,556
Intergovernmental	12,532,151	13,499,551	3,718,615	(9,780,936)
Use of money and property	726,407	726,407	515,363	(211,044)
Other	82,436	122,436	142,006	19,570
Transfer from other funds	350,000	350,000	350,000	-
Amount available for appropriations	14,690,994	15,698,394	7,334,540	(8,363,854)
Charges to appropriations (outflows):				
Capital outlays	26,118,509	31,774,900	8,448,265	23,326,635
Transfer to other funds	199,000	205,924	94,903	111,021
Total charges to appropriations	26,317,509	31,980,824	8,543,168	23,437,656
Excess of resources over (under) charges to appropriations	(11,626,515)	(16,282,430)	(1,208,628)	15,073,802
Fund balance, June 30	$ 5,794,351	$ 1,138,436	$ 16,212,238	$ 15,073,802

1. BUDGETARY INFORMATION, Continued

Budgetary Comparison Schedule, Park and Recreation Special Revenue Fund

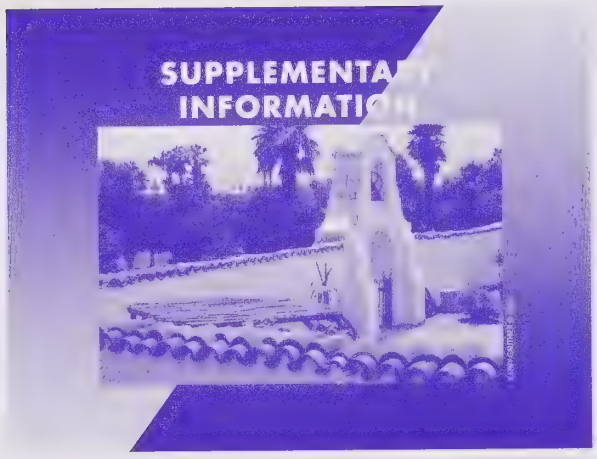
	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 9,896,248	$ 9,896,248	$ 9,896,248	$ -
Resources (inflows):				
Taxes	566,500	566,500	268,410	(298,090)
Intergovernmental	1,332,007	1,332,007	15,208	(1,316,799)
Use of money and property	391,181	391,181	338,828	(52,353)
Other	-	-	287,540	287,540
Transfers from other funds	1,724,519	8,983,379	9,471,726	488,347
Amount available for appropriations	4,014,207	11,273,067	10,381,712	(891,355)
Charges to appropriations (outflows):				
Capital outlays	16,780,381	18,781,715	1,007,740	17,773,975
Transfers to other funds	150,000	7,421,940	7,421,940	-
Total charges to appropriations	16,930,381	26,203,655	8,429,680	17,773,975
Excess of resources over (under) charges to appropriations	(12,916,174)	(14,930,588)	1,952,032	16,882,620
Fund balance, June 30	$ (3,019,926)	$ (5,034,340)	$ 11,848,280	$ 16,882,620

2. DEFINED PENSION PLAN

A schedule of funding progress for the year ended June 30, 2003 including the past three actuarial valuations is presented below.

	Actuarial Valuation Date	Actuarial Asset Value	Entry Age Actuarial Accrued Liability	Underfunded (Overfunded) Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Underfunded (Overfunded) Actuarial Liability as Percentage of Covered Payroll
Miscellaneous	06/30/00	$ 111,041,400	$ 78,233,178	$ (32,808,222)	141.9%	$ 19,188,533	(171.0)%
Employees Group	06/30/01	114,571,592	87,413,580	(27,158,012)	131.1%	20,454,373	(132.8)%
	06/30/02	108,445,041	95,913,346	(12,531,695)	113.1%	22,759,254	(55.1)%
Safety	06/30/00	$ 131,739,594	$ 121,682,183	$ (10,057,411)	108.3%	$ 12,764,010	(78.8)%
Employees Group	06/30/01	135,273,368	136,515,478	1,242,110	99.1%	13,567,954	9.2%
	06/30/02	126,446,680	145,907,972	19,461,292	86.7%	14,349,788	135.6%

SUPPLEMENTARY
INFORMATION


SUPPLEMENTA
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NON-MAJOR
GOVERNMENTAL FUNDS

Supplemental Law Enforcement Services Fund – To account for the enactment of Assembly Bill 3229 in the California State Budget to be used for front-line municipal police services.

Law Enforcement Fund – To account for revenue and costs related to special narcotics investigations and for providing police services on a contractual basis to other entities.

Public Art Fund – To account for revenue and expenditures related to the City's Public Art Program.

Maintenance Assessment Districts – To account for funds held in trust by the City as collected from property assessments to be used for maintenance for improvements such as landscape and lighting.

Street Lighting Fund – To account for street lighting revenue and expenditures for the City.

City of San Buenaventura Municipal Improvement Revenue Bonds Fund – To account for the accumulation of resources and payment of long-term debt principal and interest for the parking structure leaseback and Revenue Refunding Bonds.

Redevelopment Agency Debt Service Fund – To account for the accumulation of resources and payment of general long-term debt principal and interest by the Redevelopment Agency.

Housing and Community Development Block Grant Capital Projects Fund – To account for the revenue and expenditures related to Federal community development block grants.

Portobello Dredging Fund – To account for improvements and dredging of the Portobello canal.

CITY OF SAN BUENAVENTURA

Respecting our Past

FOCUSED ON OUR FUTURE

City of San Buenaventura
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2003

	Special Revenue			
	Supplemental Law Enforcement Services	Law Enforcement	Public Art	Maintenance Assessment
ASSETS				
Assets:				
Cash and investments	$ 27,175	$ -	$ 2,363,269	$ 181,430
Restricted cash and investments	-	-	-	-
Accounts receivable, net	-	-	-	-
Due from others	-	-	-	1,384
Due from other governments	-	385,754	-	26
Loans and notes receivable	-	-	-	-
Total assets	$ 27,175	$ 385,754	$ 2,363,269	$ 182,840
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 1,222	$ 162,719	$ 3,703	$ 4,778
Contract payable	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	-	153,378	-	-
Total liabilities	1,222	316,097	3,703	4,778
Fund Balances:				
Reserved:				
Encumbrances	-	-	-	-
Unrealized gains on investments	-	-	12,925	-
Debt service	-	-	-	-
Unreserved, designated:				
Other	-	-	1,296,982	-
Unreserved, undesignated				
Special revenue funds	25,953	69,657	1,049,659	178,062
Capital projects funds	-	-	-	-
Total fund balances	25,953	69,657	2,359,566	178,062
Total liabilities and fund balances	$ 27,175	$ 385,754	$ 2,363,269	$ 182,840

Special Revenue	Debt Service		Capital Projects		
Street Lighting	Municipal Improvement Revenue Bonds	Redevelopment Agency	Housing and Community Development Block Grant	Portobello Dredging	Total Other Governmental Funds
$ 296,110	$ 7,160,930	$ -	$ 1,640,510	$ 1,327,144	$ 12,996,568
-	1,363,357	555,242	-	-	1,918,599
29,901	-	-	-	-	29,901
-	-	-	-	-	1,384
1,372	-	-	173,812	-	560,964
-	-	-	1,140,863	-	1,140,863
$ 327,383	$ 8,524,287	$ 555,242	$ 2,955,185	$ 1,327,144	$ 16,648,279
			2,955,185		
$ 83,374	$ -	$ 3,195	$ 105,956	$ -	$ 364,947
30,713	-	-	-	-	30,713
-	-	-	1,370,290	-	1,370,290
-	-	-	-	-	153,378
114,087	-	3,195	1,476,246	-	1,919,328
8,758	-	-	-	-	8,758
-	46,620	-	-	-	59,545
-	8,477,667	552,047	-	1,327,144	10,356,858
-	-	-	444,000	-	1,740,982
204,538	-	-	-	-	1,527,869
-	-	-	1,034,939	-	1,034,939
213,296	8,524,287	552,047	1,478,939	1,327,144	14,728,951
$ 327,383	$ 8,524,287	$ 555,242	$ 2,955,185	$ 1,327,144	$ 16,648,279

City of San Buenaventura

Combined Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Governmental Funds

For the year ended June 30, 2003

	Special Revenue			
	Supplemental Law Enforcement Services	Law Enforcement	Public Art	Maintenance Assessment
REVENUES:				
Taxes	$ -	$ -	$ -	$ 44,644
Intergovernmental	203,199	625,554	337,813	-
Charges for services	-	-	-	-
Use of money and property	2,025	-	67,234	5,248
Other	-	21,580	-	-
Total revenues	205,224	647,134	405,047	49,892
EXPENDITURES:				
Current:				
Public works	-	-	-	55,317
Community development	-	-	-	-
Community services	-	-	-	-
Public safety - police	260,027	717,961	-	-
Capital outlay	-	18,547	173,366	-
Debt service:				
Principal retirement	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	260,027	736,508	173,366	55,317
REVENUES OVER (UNDER) EXPENDITURES	(54,803)	(89,374)	231,681	(5,425)
OTHER FINANCING SOURCES (USES):				
Proceed from long-term debt	-	-	-	-
Transfers in	80,756	150,536	58,668	-
Transfers out	-	-	-	-
Total other financing sources (uses)	80,756	150,536	58,668	-
Net change in fund balances	25,953	61,162	290,349	(5,425)
FUND BALANCES:				
Beginning of year	-	8,495	2,069,217	183,487
End of year	$ 25,953	$ 69,657	$ 2,359,566	$ 178,062

Special Revenue	Debt Service		Capital Projects		
Street Lighting	Municipal Improvement Revenue Bonds	Redevelopment Agency	Housing and Community Development Block Grant	Portobello Dredging	Total Other Governmental Funds
$ -	$ -	$ -	$ -	$ -	$ 44,644
3,778	-	-	1,138,813	-	2,309,157
889,428	-	-		-	889,428
2,252	262,244	-	60,186	11,208	410,397
-	-	-	38,100	-	59,680
895,458	262,244	-	1,237,099	11,208	3,713,306
1,074,755	-	-	-	-	1,130,072
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	977,988
-	-	-	1,100,233	17,942	1,310,088
-	575,689	-	-	-	575,689
-	913,753	963,314	-	-	1,877,067
1,074,755	1,489,442	963,314	1,100,233	17,942	5,870,904
(179,297)	(1,227,198)	(963,314)	136,866	(6,734)	(2,157,598)
-	-	8,000,000	-	-	8,000,000
105,000	-	848,029	-	-	1,242,989
-	(60,000)	(7,332,668)	(32,429)	-	(7,425,097)
105,000	(60,000)	1,515,361	(32,429)	-	1,817,892
(74,297)	(1,287,198)	552,047	104,437	(6,734)	(339,706)
287,593	9,811,485	-	1,374,502	1,333,878	15,068,657
$ 213,296	$ 8,524,287	$ 552,047	$ 1,478,939	$ 1,327,144	$ 14,728,951

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Certificates of Participation Debt Obligation Debt Service Fund

For the year ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 16,855,180	$ 16,855,180	$ 16,855,180	$ -
Resources (inflows):				
Use of money and property	50,000	220,050	534,175	314,125
Other	-	-	774,324	774,324
Proceeds from long-term debt	-	36,470,000	35,695,000	(775,000)
Transfers from other funds	3,435,011	3,435,011	2,293,844	(1,141,167)
Amount available for appropriation	3,485,011	40,125,061	39,297,343	(827,718)
Charges to appropriations (outflows):				
Principal	1,220,000	22,437,738	20,590,000	1,847,738
Interest and fiscal charges	2,215,011	13,612,323	3,126,328	10,485,995
Transfers to other funds	2,630,000	4,075,000	2,375,713	1,699,287
Total charges to appropriations	6,065,011	40,125,061	26,092,041	14,033,020
Excess of resources over (under) charges to appropriations	(2,580,000)	-	13,205,302	13,205,302
Fund balance, June 30	$ 14,275,180	$ 16,855,180	$ 30,060,482	$ 13,205,302

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Supplemental Law Enforcement Services Special Revenue Fund

For the year ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ -	$ -	$ -	$ -
Resources (inflows):				
Intergovernmental	207,000	203,199	203,199	-
Use of money and property	4,835	4,835	2,025	(2,810)
Transfer from other funds	-	80,756	80,756	-
Amount available for appropriation	211,835	288,790	285,980	(2,810)
Charges to appropriations (outflows):				
Public safety - Police	217,636	288,790	260,027	28,763
Total charges to appropriations	217,636	288,790	260,027	28,763
Excess of resources over (under) charges to appropriations	(5,801)	-	25,953	25,953
Fund balance, June 30	$ (5,801)	$ -	$ 25,953	$ 25,953

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Law Enforcement Special Revenue Fund

For the year ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 8,495	$ 8,495	$ 8,495	$ -
Resources (inflows):				
Intergovernmental	170,000	698,080	625,554	(72,526)
Other	-	22,933	21,580	(1,353)
Transfers from other funds	44,500	150,536	150,536	-
Amount available for appropriation	214,500	871,549	797,670	(73,879)
Charges to appropriations (outflows):				
Public safety - Police	214,500	810,311	717,961	92,350
Capital outlays	-	61,238	18,547	42,691
Total charges to appropriations	214,500	871,549	736,508	135,041
Excess of resources over (under) charges to appropriations	-	-	61,162	61,162
Fund balance, June 30	$ 8,495	$ 8,495	$ 69,657	$ 61,162

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Public Art Special Revenue Fund

For the year ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 2,069,217	$ 2,069,217	$ 2,069,217	$ -
Resources (inflows):				
Intergovernmental	-	-	337,813	337,813
Use of money and property	83,539	83,539	67,234	(16,305)
Transfers from other funds	-	396,481	58,668	(337,813)
Amount available for appropriation	83,539	480,020	463,715	(16,305)
Charges to appropriations (outflows):				
Capital outlays	993,059	1,191,085	173,366	1,017,719
Total charges to appropriations	993,059	1,191,085	173,366	1,017,719
Excess of resources over (under) charges to appropriations	(909,520)	(711,065)	290,349	1,001,414
Fund balance, June 30	$ 1,159,697	$ 1,358,152	$ 2,359,566	$ 1,001,414

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Maintenance Assessment Special Revenue Fund

For the year ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 183,487	$ 183,487	$ 183,487	$ -
Resources (inflows):				
Taxes	4,500	4,500	44,644	40,144
Use of money and property	8,019	8,019	5,248	(2,771)
Amount available for appropriation	12,519	12,519	49,892	37,373
Charges to appropriations (outflows):				
Public works	12,519	74,019	55,317	18,702
Total charges to appropriations	12,519	74,019	55,317	18,702
Excess of resources over (under) charges to appropriations	-	(61,500)	(5,425)	56,075
Fund balance, June 30	$ 183,487	$ 121,987	$ 178,062	$ 56,075

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Street Lighting Special Revenue Fund

For the year ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 287,593	$ 287,593	$ 287,593	$ -
Resources (inflows):				
Intergovernmental	3,560	3,560	3,778	218
Charges for services	893,744	893,744	889,428	(4,316)
Use of money and property	2,800	2,800	2,252	(548)
Transfer from other funds	-	105,000	105,000	-
Amount available for appropriation	900,104	1,005,104	1,000,458	(4,646)
Charges to appropriations (outflows):				
Public works	1,068,115	1,173,115	1,074,755	98,360
Total charges to appropriations	1,068,115	1,173,115	1,074,755	98,360
Excess of resources over (under) charges to appropriations	(168,011)	(168,011)	(74,297)	93,714
Fund balance, June 30	$ 119,582	$ 119,582	$ 213,296	$ 93,714

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Municipal Revenue Improvement Debt Service Fund

For the year ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 9,811,485	$ 9,811,485	$ 9,811,485	$ -
Resources (inflows):				
Use of money and property	238,194	238,194	262,244	24,050
Amount available for appropriation	238,194	238,194	262,244	24,050
Charges to appropriations (outflows):				
Principal	575,689	575,689	575,689	-
Interest and other charges	915,314	915,314	913,753	1,561
Transfers to other funds	60,000	60,000	60,000	-
Total charges to appropriations	1,551,003	1,551,003	1,549,442	1,561
Excess of resources over (under) charges to appropriations	(1,312,809)	(1,312,809)	(1,287,198)	25,611
Fund balance, June 30	$ 8,498,676	$ 8,498,676	$ 8,524,287	$ 25,611

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Redevelopment Agency Debt Service Fund

For the year ended June 30, 2003

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ -	$ -	$ -	$ -
Resources (inflows):				
Proceeds from refunding revenue bonds	-	8,000,000	8,000,000	-
Transfers from other funds	435,333	435,333	848,029	412,696
Amount available for appropriation	435,333	8,435,333	8,848,029	412,696
Charges to appropriations (outflows):				
Principal	185,360	7,439,946	-	7,439,946
Interest and other charges	249,973	995,387	963,314	32,073
Transfers to other funds	-	-	7,332,668	(7,332,668)
Total charges to appropriations	435,333	8,435,333	8,295,982	139,351
Excess of resources over (under) charges to appropriations	-	-	552,047	552,047
Fund balance, June 30	$ -	$ -	$ 552,047	$ 552,047

CITY OF SAN BUENAVENTURA

Respecting our Past

FOCUSED ON OUR FUTURE

INTERNAL SERVICE
FUNDS

Computer Replacement Fund – To account for costs related to the replacement and maintenance of the City's computer infrastructure. Costs are recovered through a monthly user fee charged to City departments.

Equipment Services Fund – To account for costs related to operation of the central garage and fleet maintenance system, which provides vehicles for all City departments. Costs are recovered through a monthly user fee charged to City departments.

Building Maintenance Fund – To account for costs related to providing building maintenance services to all City departments. A monthly fee, based on office square footage, is charged to City departments to recover these costs.

Reproduction Services Fund – To account for costs related to printing and reproduction of materials by all City departments. Costs are recovered through a monthly user fee charged to City departments using the service.

Workers' Compensation Fund – To account for costs and liabilities related to the Workers' Compensation Program. Costs are recovered through a monthly fee based on employee type charges to City departments.

Employee Fringe Benefits Fund – To account for costs and liabilities related to health, life, dental, and disability insurances, public employees' retirement system, federal and state taxes, association dues, leave time benefits, and miscellaneous deductions paid by the City on behalf of the employees. A bi-weekly employee benefit charge based on a percentage of gross payroll is charged to City departments to recover these costs.

Risk Management Fund – To account for costs of providing public liability insurance coverage to operating funds. Costs are recovered from those funds which benefit from the insurance coverage.

CITY OF SAN BUENAVENTURA

Respecting our Past

FOCUSED ON OUR FUTURE

City of San Buenaventura
Combining Statement of Net Assets
All Internal Service Funds
June 30, 2003

	Computer Replacement	Equipment Services	Building Maintenance
ASSETS			
Current assets:			
Cash and investments	$ 844,597	$ 1,796,197	$ 347,614
Accounts receivable, net	-	7,408	-
Due from others	-	4,869	-
Notes receivable	-	-	-
Total current assets	844,597	1,808,474	347,614
Noncurrent assets:			
Capital assets:			
Depreciable, net	45,750	6,686,514	152,068
Total noncurrent assets	45,750	6,686,514	152,068
Total assets	890,347	8,494,988	499,682
LIABILITIES			
Current liabilities:			
Accounts payable	33,662	214,261	143,496
Contracts payable	-	-	3,291
Accrued payroll liabilities	-	-	-
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Total current liabilities	33,662	214,261	146,787
Noncurrent liabilities:			
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Total noncurrent liabilities	-	-	-
Total liabilities	33,662	214,261	146,787
NET ASSETS			
Invested in capital assets, net of related debt	45,750	6,686,514	152,068
Unrestricted	810,935	1,594,213	200,827
Total net assets	$ 856,685	$ 8,280,727	$ 352,895

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 117,132	$ 3,655,291	$ 7,450,890	$ 7,477,538	$ 21,689,259
2,669	-	166,274	-	176,351
-	1,439	2,380	-	8,688
-	-	347,172	-	347,172
119,801	3,656,730	7,966,716	7,477,538	22,221,470
155,196	-	6,821	315,591	7,361,940
155,196	-	6,821	315,591	7,361,940
274,997	3,656,730	7,973,537	7,793,129	29,583,410
2,565	9,119	157,579	95,205	655,887
-	-	-	-	3,291
-	-	1,334,672	-	1,334,672
-	2,500,000	-	200,000	2,700,000
-	-	453,000	-	453,000
2,565	2,509,119	1,945,251	295,205	5,146,850
-	5,965,683	-	1,420,346	7,386,029
-	-	3,449,627	-	3,449,627
-	5,965,683	3,449,627	1,420,346	10,835,656
2,565	8,474,802	5,394,878	1,715,551	15,982,506
155,196	-	6,821	315,591	7,361,940
117,236	(4,818,072)	2,571,838	5,761,987	6,238,964
$ 272,432	$ (4,818,072)	$ 2,578,659	$ 6,077,578	$ 13,600,904

City of San Buenaventura
Combining Statement of Activities and Changes in Net Assets
All Internal Service Funds
For the year ended June 30, 2003

	Computer Replacement	Equipment Services	Building Maintenance
OPERATING REVENUES:			
Internal service charges	$ 767,481	$ 3,055,033	$ 3,127,158
Other operating revenues	-	33,889	1,762
Total operating revenues	767,481	3,088,922	3,128,920
OPERATING EXPENSES:			
Salaries and benefits	211,079	935,755	624,191
Contractual services	359,431	154,667	702,771
Materials and supplies	14,837	864,110	1,150,551
General and administrative	11,432	161,578	1,150,486
Insurance premiums and settlements	-	-	-
Depreciation	9,462	1,078,460	26,132
Total operating expenses	606,241	3,194,570	3,654,131
OPERATING INCOME (LOSS)	161,240	(105,648)	(525,211)
NONOPERATING REVENUES (EXPENSES):			
Interest income	1,908	-	-
Interest (expense)	-	(1,309)	(5,318)
Gain on sale of assets	-	36,958	-
Total nonoperating revenues	1,908	35,649	(5,318)
Change in net assets	163,148	(69,999)	(530,529)
NET ASSETS:			
Beginning of year	693,537	8,350,726	883,424
End of year	$ 856,685	$ 8,280,727	$ 352,895

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 325,296	$ 4,416,857	$ 9,423,149	$ 1,854,302	$ 22,969,276
53	60,181	25,747	16,859	138,491
325,349	4,477,038	9,448,896	1,871,161	23,107,767
136,774	115,684	808,928	82,032	2,914,443
36,394	381,511	39,529	158,511	1,832,814
72,258	1,418	1,477	3,788	2,108,439
18,670	545,821	5,004,635	25,246	6,917,868
-	4,114,309	3,167,637	145,837	7,427,783
21,315	-	566	1,596	1,137,531
285,411	5,158,743	9,022,772	417,010	22,338,878
39,938	(681,705)	426,124	1,454,151	768,889
-	1,574	8,998	1,814	14,294
(531)	-	-	-	(7,158)
-	-	-	-	36,958
(531)	1,574	8,998	1,814	44,094
39,407	(680,131)	435,122	1,455,965	812,983
233,025	(4,137,941)	2,143,537	4,621,613	12,787,921
$ 272,432	$ (4,818,072)	$ 2,578,659	$ 6,077,578	$ 13,600,904

City of San Buenaventura
Combining Statement of Cash Flows
All Internal Service Funds
For the year ended June 30, 2003

	Computer Replacement	Equipment Services	Building Maintenance
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers/other funds	$ 767,481	$ 3,044,312	$ 3,127,228
Cash payments to suppliers for goods and services	(360,383)	(1,010,555)	(3,097,555)
Cash payments to employees for services	(211,079)	(935,755)	(624,191)
Insurance premiums and settlements	-	-	-
Other operating revenues	-	33,889	1,762
Net cash provided (used) by operating activities	196,019	1,131,891	(592,756)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Changes in capital assets, net	-	(900,915)	-
Gain of sales of assets	-	36,958	-
Net cash provided (used) by capital and related financing activities	-	(863,957)	-
CASH FLOWS FROM INVESTING ACTIVITIES:			
Investment income (expenses)	1,908	(1,309)	(5,318)
Net cash provided (used) by investing activities	1,908	(1,309)	(5,318)
Net increase (decrease) in cash and cash equivalents	197,927	266,625	(598,074)
CASH AND INVESTMENTS:			
Beginning of year	646,670	1,529,572	945,688
End of year	$ 844,597	$ 1,796,197	$ 347,614
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	$ 161,240	$ (105,648)	$ (525,211)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	9,462	1,078,460	26,132
Changes in assets and liabilities:			
Accounts receivable	-	(5,852)	-
Due from other governments	-	(4,869)	70
Prepaid expenses	-	-	-
Notes receivable	-	-	-
Accounts payable	25,317	169,800	(90,645)
Contracts payable	-	-	(3,102)
Accrued payroll liabilities	-	-	-
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Total adjustments	34,779	1,237,539	(67,545)
Net cash provided (used) by operating activities	$ 196,019	$ 1,131,891	$ (592,756)

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 322,861	$ 4,415,418	$ 10,101,178	$ 1,858,140	$ 23,636,618
(133,886)	812,957	(4,813,889)	(793,208)	(9,396,519)
(136,774)	(115,684)	(808,928)	(82,032)	(2,914,443)
-	(4,114,309)	(3,167,637)	(145,837)	(7,427,783)
53	60,181	25,747	16,859	138,491
52,254	1,058,563	1,336,471	853,922	4,036,364
-	-	-	(2,633)	(903,548)
-	-	-	-	36,958
-	-	-	(2,633)	(866,590)
(531)	1,574	8,998	1,814	7,136
(531)	1,574	8,998	1,814	7,136
51,723	1,060,137	1,345,469	853,103	3,176,910
65,409	2,595,154	6,105,421	6,624,435	18,512,349
$ 117,132	$ 3,655,291	$ 7,450,890	$ 7,477,538	$ 21,689,259
$ 39,938	$ (681,705)	$ 426,124	$ 1,454,151	$ 768,889
21,315	-	566	1,596	1,137,531
(2,435)	-	25,728	3,741	21,182
-	(1,439)	30,373	97	24,232
-	-	-	181,593	181,593
-	-	621,928	-	621,928
(6,564)	1,532	(301,159)	31,461	(170,258)
-	-	-	-	(3,102)
-	-	87,878	-	87,878
-	1,740,175	-	(818,717)	921,458
-	-	445,033	-	445,033
12,316	1,740,268	910,347	(600,229)	3,267,475
$ 52,254	$ 1,058,563	$ 1,336,471	$ 853,922	$ 4,036,364

CITY OF SAN BUENAVENTURA

Respecting our Past

FOCUSED ON OUR FUTURE

FIDUCIARY FUNDS

Ventura Council of Government Fund – To account for the funds held in trust by the City, acting as treasurer, for the Ventura Council of Governments (VCOG). The VCOG is a joint venture of the County of Ventura and the Cities of Agoura Hills, Camarillo, Fillmore, Moorpark, Ojai, Oxnard, Port Hueneme, San Buenaventura, Santa Paula, Simi Valley, Thousand Oaks, and Westlake Village to prepare a Regional Comprehensive Plan.

Portobello Assessment District Fund – To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

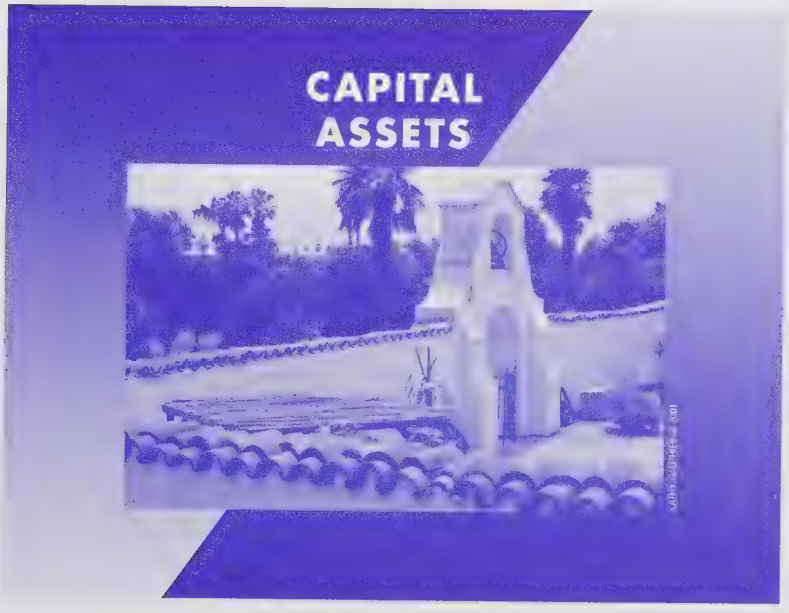
Victoria-Telephone Road Improvement District Fund – To account for monies held in trust by the City as collected from property assessments to be used for improvements to Victoria Avenue and Telephone Road.

City of San Buenaventura
Combining Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2003

	Agency Funds			
	Ventura Council of Governments	Portobello Assessment District	Victoria - Telephone Road Fund	Fiduciary Funds
ASSETS				
Cash and investments	$ 17,932	$ 80,014	$ -	$ 97,946
Total assets	$ 17,932	$ 80,014	$ -	$ 97,946
LIABILITIES				
Deposits held for others	$ 17,932	$ 80,014	$ -	$ 97,946
Total liabilities	$ 17,932	$ 80,014	$ -	$ 97,946

City of San Buenaventura
Combining Statement of Changes in Assets and Liabilities
Fiduciary Funds
For the year ended June 30, 2003

	Balance July 1, 2002	Additions	Deductions	Balance June 30, 2003
Ventura Council of Governments				
Assets:				
Cash and investments	$ 21,505	$ -	$ (3,573)	$ 17,932
Accounts receivable	-	-	-	-
Total assets	$ 21,505	$ -	$ (3,573)	$ 17,932
Liabilities:				
Deposits held for others	$ 21,505	$ -	$ (3,573)	$ 17,932
Portobello Assessment District				
Assets:				
Cash and investments	$ 110,793	$ -	$ (30,779)	$ 80,014
Liabilities:				
Deposits held for others	$ 110,793	$ -	$ (30,779)	$ 80,014
Victoria - Telephone Road Improvement				
Assets:				
Accounts receivable	$ 58,243	$ -	$ (58,243)	$ -
Liabilities:				
Accounts payable	$ 121,811	$ -	$ (121,811)	$ -
Deposits held for others	(63,568)	63,568	-	-
Total liabilities	$ 58,243	$ 63,568	$ (121,811)	$ -
Total - All Agency Funds				
Assets:				
Cash and investments	$ 132,298	$ -	$ (34,352)	$ 97,946
Accounts receivable	58,243	-	(58,243)	-
Total assets	$ 190,541	$ -	$ (92,595)	$ 97,946
Liabilities:				
Accounts payable	$ 121,811	$ -	$ (121,811)	$ -
Deposits held for others	68,730	63,568	(34,352)	97,946
Total liabilities	$ 190,541	$ 63,568	$ (156,163)	$ 97,946


CAPITAL
ASSETS

Capital Assets Used in the Operating of Governmental Funds – To account for capital assets not used in proprietary fund operations or accounted for in Agency Funds.

City of San Buenaventura
Capital Assets Used in the Operation of Governmental Funds
Schedule By Source*
June 30, 2003

GOVERNMENTAL FUNDS CAPITAL ASSETS:		
Land	$	12,322,450
Buildings, structures and improvements other than buildings		54,678,683
Machinery and equipment		7,110,902
Equity interest in SCAT		4,171,652
Infrastructure		70,322,351
Construction in progress		20,147,369
Accumulated depreciation		(80,301,782)
Total governmental funds capital assets, net	$	88,451,625
INVESTMENTS IN GOVERNMENTAL FUNDS CAPITAL ASSETS BY SOURCE:		
General fund	$	9,352,041
Special revenue funds		72,224,428
Capital projects funds		72,732,209
Federal grants		6,661,780
State grants		3,507,981
South coast area transit		4,171,652
Miscellaneous		103,316
Accumulated depreciation		(80,301,782)
Total governmental funds capital assets, net	$	88,451,625

* This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

City of San Buenaventura

Capital Assets Used in the Operation of Governmental Funds

Schedule By Function and Activity*

June 30, 2003

	Land	Buildings and Structures	Improvements Other than Buildings	Machinery and Equipment
GOVERNMENTAL FUNDS CAPITAL ASSETS:				
City council department	$ -	$ -	$ -	$ 5,500
City manager department	2,586,713	26,245,600	28,600	386,985
Administrative services department	-	16,244	-	1,127,422
Community development department	-	8,200	-	147,671
Community services department	5,947,555	1,827,697	800,164	226,432
Police department	-	691,128	34,225	2,139,223
Fire department	327,601	2,751,420	236,975	512,140
Public works department	3,460,581	12,569,728	9,468,702	2,565,529
Equity interest in SCAT	-	-	-	-
Total governmental funds capital assets	12,322,450	44,110,017	10,568,666	7,110,902
Accumulated depreciation	-	(17,643,773)	(3,188,953)	(4,795,184)
Total governmental funds capital assets, net	$ 12,322,450	$ 26,466,244	$ 7,379,713	$ 2,315,718

* This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

Infrastructure	Construction in Progress	Total
$ -	$ -	$ 5,500
-	-	29,247,898
-	216,736	1,360,402
-	158,650	314,521
-	8,118,513	16,920,361
-	2,438,116	5,302,692
-	1,182,078	5,010,214
70,322,351	8,033,276	106,420,167
-	4,171,652	4,171,652
70,322,351	24,319,021	168,753,407
(54,673,872)	-	(80,301,782)
$ 15,648,479	$ 24,319,021	$ 88,451,625

City of San Buenaventura

Capital Assets Used in the Operation of Governmental Funds

Schedule of Changes in Capital Assets - By Function and Activity*

For the year ended June 30, 2003

	Balance July 1, 2002	Additions	Deletions	Reclassification	Balance June 30, 2003
GOVERNMENTAL FUNDS					
CAPITAL ASSETS:					
City council department	$ 5,500	$ -	$ -	$ -	$ 5,500
City manager department	29,247,898	-	-	-	29,247,898
Administrative services department	6,387,517	416,378	-	(5,443,493)	1,360,402
Community development department	155,871	158,650	-	-	314,521
Community services department	16,823,643	96,718			16,920,361
Police department	4,520,821	781,871	-	-	5,302,692
Fire department	4,933,343	76,871	-	-	5,010,214
Public works department	97,364,335	3,632,740	(20,401)	5,443,493	106,420,167
Equity interest in SCAT	3,949,710	221,942	-	-	4,171,652
Total governmental funds capital assets	163,388,638	5,385,170	(20,401)	-	168,753,407
Accumulated depreciation	(76,111,990)	(4,210,193)	20,401	-	(80,301,782)
Total governmental funds capital assets, net	$ 87,276,648	$ 1,174,977	$ -	$ -	$ 88,451,625

* This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

STATISTICAL SECTION

STATISTICAL SECTION

CITY OF SAN BUENAVENTURA

Respecting our Past

FOCUSED ON OUR FUTURE

City of San Buenaventura
General Governmental Expenditures - By Function
Last ten fiscal years

Year ended June 30,	General Government	Human Resources	Administrative Services (1)	Community Development	Community Services (2)	Public Safety - Police (3)
1994	$ 7,917,329	$ -	$ -	$ -	$ 2,339,731	$ 21,124,636
1995	2,688,315	-	3,980,978	-	6,328,272	14,194,604
1996	3,136,637	-	4,088,076	-	6,383,283	14,859,364
1997	3,036,250	-	4,547,141	-	6,530,240	14,934,206
1998	3,827,540	-	4,693,645	-	6,871,341	15,947,746
1999	4,349,844	-	6,194,929	-	6,429,846	16,857,779
2000	3,583,109	-	6,463,119	-	6,552,348	18,357,584
2001	3,506,016	-	6,292,948	-	6,288,388	19,694,341
2002	2,310,890	2,109,414	4,539,650	6,203,649	5,108,660	20,926,224
2003	2,458,220	2,365,650	4,196,014	2,942,465	5,195,320	21,698,793

(1) Prior to 1996, Administrative Services expenditures were included under General Government expenditures.

(2) Through an organizational realignment in 1996, Community Services assumed recreational activity expenditures previously included under the Park and Recreation category.

(3) Prior to 1996, Public Safety - Police and Public Safety - Fire expenditures were reported under one category.

(4) Through an organizational realignment in 1996, Public Works assumed parks maintenance expenditures previously included under the Parks and Recreation category.

The presentation of this data includes General, Special Revenue, Debt Service and Capital Projects Funds.

Source: Administrative Services Department, City of San Buenaventura

Public Safety - Fire (3)	Public Works (4)	Park and Recreation (2, 4)	Non-Departmental	Capital Outlay	Debt Service	Total
$ -	$ 4,216,554	$ 6,516,583	$ 2,215,424	$ 13,046,085	$ 4,779,842	$ 62,156,184
8,468,331	7,433,086	-	2,017,069	13,006,031	4,797,718	62,914,404
9,047,740	7,481,570	-	2,074,236	12,223,905	10,423,451	69,718,262
9,146,622	7,050,336	-	1,689,060	14,288,892	5,663,369	66,886,116
9,376,580	7,293,770	-	1,725,617	26,018,431	25,254,859	101,009,529
9,933,550	8,267,253	-	144,283	21,033,345	3,601,187	76,812,016
10,711,244	8,568,504	-	52,495	23,545,745	4,684,039	82,518,187
11,957,150	8,823,997	-	757,944	23,774,599	4,146,956	85,242,339
11,430,213	29,009,974	-	940,201	21,015,771	8,209,183	111,803,829
12,913,181	12,636,440	-	1,478,651	14,605,554	26,234,806	106,725,094

City of San Buenaventura
General Governmental Revenues - By Source
Last ten fiscal years

Year ended June 30,	Taxes	Licenses and Permits	Intergovernmental-Revenue	Charges for Services	Fines and Forfeitures
1994	$ 35,689,228	$ 739,958	$ 13,624,182	$ 5,717,393	$ 635,587
1995	36,224,475	907,230	7,813,635	5,740,189	667,390
1996	35,933,066	678,952	10,887,477	5,819,903	688,921
1997	35,510,830	563,014	12,835,477	6,486,556	606,901
1998	38,199,151	721,954	14,960,108	6,171,064	592,648
1999	40,356,344	1,033,773	18,552,474	6,009,811	946,855
2000	43,270,968	1,103,130	17,139,963	6,690,440	1,056,232
2001	47,739,161	1,236,367	20,844,946	6,655,411	886,215
2002	50,028,457	1,376,203	17,297,586	6,191,081	1,396,161
2003	52,312,822	1,124,381	13,496,819	7,073,747	1,568,361

The presentation of this data includes General, Special Revenue, Debt Service and Capital Projects Funds.

Source: Administrative Services Department, City of San Buenaventura

Use of Money and Property	Other	Total
$ 6,588,260	$ 2,255,051	$ 65,249,659
8,783,611	2,966,590	63,103,120
7,294,988	1,440,496	62,743,803
7,832,030	2,596,086	66,430,894
6,891,959	2,272,161	69,809,045
5,898,597	2,795,541	75,593,395
5,963,692	3,195,351	78,419,776
8,705,217	2,577,840	88,645,157
7,069,732	2,255,820	85,857,910
5,065,327	2,733,981	83,375,438

City of San Buenaventura
Tax Revenues - By Source
Last ten fiscal years

Year ended June 30,	General Property Taxes	Tax Increments	General Sales Tax	Utility Taxes	Franchise Taxes	Business License Tax
1994	$ 9,224,081	$ 831,136	$ 12,813,290	$ 5,100,613	$ 1,140,746	$ 1,033,312
1995	9,193,901	817,569	13,388,466	5,016,770	1,265,685	1,050,393
1996	9,393,885	841,531	13,810,236	4,837,541	1,279,861	1,107,484
1997	9,402,650	842,954	13,630,752	5,019,413	1,388,205	1,127,989
1998	9,372,917	903,508	14,487,131	5,204,066	1,558,884	1,167,465
1999	9,485,766	946,252	15,912,948	4,926,173	1,563,292	1,265,770
2000	10,530,302	1,355,666	17,606,929	5,328,034	1,613,790	1,276,365
2001	11,280,874	1,237,305	19,553,606	6,147,187	1,893,099	1,310,421
2002	12,153,065	1,536,028	18,755,394	6,437,424	2,107,599	1,332,190
2003	13,410,887	1,636,511	19,714,453	7,087,384	2,292,690	1,317,031

Source: Administrative Services Department, City of San Buenaventura

Real Property Transfer Tax	Transient Occupancy Tax	General Capital Improvement Taxes	Park and Recreation Taxes	Other Taxes	Total
$ 196,809	$ 1,863,239	$ 2,422,292	$ 366,365	$ 697,345	$ 35,689,228
229,600	1,849,484	2,326,048	371,207	715,352	36,224,475
200,044	1,997,672	1,575,128	187,315	702,369	35,933,066
208,713	2,256,719	928,306	91,709	613,420	35,510,830
256,104	2,310,419	1,854,720	130,759	955,208	38,201,181
354,971	2,508,347	2,481,475	477,326	434,024	40,356,344
401,630	2,436,711	1,895,022	433,371	393,148	43,270,968
407,661	2,896,860	1,900,107	595,516	516,526	47,739,162
488,755	3,017,540	3,069,350	692,078	439,034	50,028,457
573,209	2,835,572	2,751,759	268,409	424,918	52,312,822

City of San Buenaventura
Property Tax Levies and Collections
Last ten fiscal years

Year ended June 30,	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collections as a Percent of Current Levy
1994	$ 9,770,220	$ 9,281,709	95%	$ 773,508	$ 10,055,217	100%
1995	9,329,288	9,259,561	99%	751,910	10,011,471	100%
1996	9,713,974	9,586,596	99%	660,959	10,247,555	100%
1997	9,682,285	9,726,572	100%	523,560	10,250,132	100%
1998	9,657,526	9,493,115	98%	527,167	10,020,282	100%
1999	10,388,060	10,375,496	100%	214,113	10,589,609	100%
2000	10,952,936	10,789,287	99%	82,460	10,871,749	99%
2001	11,429,609	11,226,858	98%	54,016	11,280,874	99%
2002	12,491,663	12,114,098	97%	38,967	12,153,065	97%
2003	13,607,563	13,353,034	98%	57,854	13,410,887	99%

Source: Administrative Services Department, City of San Buenaventura

CITY OF SAN BUENAVENTURA

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Assessed and Estimated Actual Value of Taxable Property

Last ten fiscal years

Year ended June 30,	Real Property Assessed Value	Real Property Estimated Actual Value	Personal Property Assessed Value	Personal Property - Estimated Actual Value	Total Tangible Assessed Value
1994	$ 5,045,843,971	$ 5,045,843,971	$ 356,059,083	$ 356,059,083	$ 5,401,903,054
1995	5,137,888,314	5,137,888,314	286,499,262	286,499,262	5,424,387,576
1996	5,149,135,190	5,149,135,190	292,597,790	292,597,790	5,441,732,980
1997	5,320,044,289	5,320,044,289	277,224,635	277,224,635	5,597,268,924
1998	5,406,002,663	5,406,002,663	306,808,617	306,808,617	5,712,811,280
1999	5,642,018,734	5,642,018,734	318,071,178	318,071,178	5,960,082,912
2000	6,551,209,339	6,551,209,339	326,792,356	326,792,356	6,878,001,695
2001	7,127,517,849	7,127,517,849	360,991,677	360,991,677	7,488,509,526
2002	7,743,133,658	7,743,133,658	335,251,507	335,251,507	8,078,385,165
2003	8,462,983,313	8,462,983,313	354,837,313	354,837,313	8,817,820,626

* Various Exemptions Business Inventory.

Note: Data is stated at 100% of actual value as required under Section 135 of the Revenue and Tax Code.

Source: Ventura County Auditor-Controller's Office

Total Tangible Estimated Actual Value	*Exemptions Assessed Value	*Exemptions Estimated Actual Value	Total Net Assessed Value	Total Net Estimated Actual Value
$ 5,401,903,054	$ (242,983,941)	$ (242,983,941)	$ 5,158,919,113	$ 5,158,919,113
5,424,387,576	(331,864,346)	(331,864,346)	5,092,523,230	5,092,523,230
5,441,732,980	(383,416,172)	(383,416,172)	5,058,316,808	5,058,316,808
5,597,268,924	(387,659,183)	(387,659,183)	5,209,609,741	5,209,609,741
5,712,811,280	(406,683,782)	(406,683,782)	5,306,127,498	5,306,127,498
5,960,082,912	(423,216,572)	(423,216,572)	5,536,866,340	5,536,866,340
6,878,001,695	(447,772,094)	(447,772,094)	6,430,229,601	6,430,229,601
7,488,509,526	(347,736,891)	(347,736,891)	7,140,772,635	7,140,772,635
8,078,385,165	(351,125,097)	(351,125,097)	7,727,260,068	7,727,260,068
8,817,820,626	(503,806,084)	(503,806,084)	8,314,014,542	8,314,014,542

City of San Buenaventura
Property Tax Rates and Tax Levies - All Overlapping Governments
June 30, 2003

Tax Rate Limit

A State Constitutional Amendment (Proposition 13) provided that the tax rate was limited to 1% of assessed value (same as $1.00 per $100 assessed value), levied only by the county and shared with all other jurisdictions. All other jurisdictions and the county could levy a tax rate for voter approved debt.

Due Dates for Current Taxes

Secured - December 10 and April 10
Unsecured - August 31

Dates Taxes Become Delinquent

Secured - December 11 and April 11
Unsecured - September 1

Penalties for Delinquency

Secured - 10% penalty. If second payment is delinquent, 10% penalty plus $10.00.
Unsecured - 10% late payment penalty and 17% collection fee. On November 1, add 1-1/2% penalty per month.

Discount

None.

Procedure for Enforcing Collection of Delinquent Taxes

Secured - Unpaid taxes are an unrecorded lien against real property. No lien is recorded for personal property billed on the secured roll. After five or more years have elapsed since the first year of delinquency and the taxes have not been paid, the property is defaulted to the County of Ventura on July 1 with power to sell. The property will be sold at public auction, sealed bid or Chapter 8 sale as prescribed by law.

Unsecured - Should the taxes become delinquent, the personal property of the assessee is seized and sold at public auction. Liens are recorded on unpaid bills.

Collecting Unit

County of Ventura.

Basis

100% of tax levy.

Source: Ventura County Tax Collector's Office

City of San Buenaventura
Computation of Direct and Overlapping Debt
June 30, 2003

Jurisdiction	Net Debt Outstanding	Percentage Applicable to City of San Buenaventura	City's Share Overlapping Debt
Overlapping debt:			
Ventura County General Fund Obligations	$ 10,462,950	12.544%	$ 1,312,472
Ventura County Pension obligations	11,201,792	12.544%	1,405,153
Ventura County Superintendent of Schools Certificates of Participation	-		-
Ventura County Library Authority	-		-
Ventura County Community College District Certificates of Participation	1,203,981	12.548%	151,076
Ventura Unified School District Certificates of Participation	4,772,539	85.072%	4,060,094
Oxnard Union High District Certificates of Participation	4,433	0.024%	-
Oxnard School District Certificates of Participation	3,240	0.048%	-
Rio School District Certificates of Participation	501	0.009%	-
Overlapping debt totals	27,649,436		$ 6,928,795
Direct debt:			
Parking structure lease	2,876,613		
Revenue bonds	4,900,000		
Certificates of Participation - Facilities	54,355,000		
Direct debt total	62,131,613		
	$ 89,781,049		
Percentage of City's share of overlapping debt to total debt		7.717%	

*100% self-supporting.

Source: (1) California Municipal Statistics, Inc.
(2) Administrative Services Department, City of San Buenaventura

City of San Buenaventura

Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt Per Capita
Last ten fiscal years

Year ended June 30,	Population (1)	Total Net Assessed Value (2)	Gross General Obligation Bonded Debt	Less Debt Service Debt
1994	$ 96,100	$ 5,158,919,113	-	-
1995	98,500	5,092,523,230	-	-
1996	99,200	5,058,316,808	-	-
1997	99,800	5,209,609,741	-	-
1998	100,400	5,306,127,498	-	-
1999	101,000	5,536,866,340	-	-
2000	101,800	6,430,229,601	-	-
2001	101,200	7,140,772,635	-	-
2002	102,700	7,727,260,068	-	-
2003	104,300	8,314,014,542		

Note: Assessed value data is stated at 100% of actual value as required under Section 135 of the revenue and tax code.

(1) Source: State Department of Finance

(2) Source: Ventura County Auditor Controller's Office

City of San Buenaventura
Computation of Legal Debt Margin
June 30, 2003

Total tangible assessed value*			$ 8,817,820,626
Debt limitation (15% of total tangible assessed value)			1,322,673,094
Debt subject to debt limitation:			
Total bonded debt	$	4,900,000	
Less revenue bonds		4,900,000	
Debt subject to debt limitation			-
Legal debt margin			$ 1,322,673,094

* Ventura County Tax Collector's Office

City of San Buenaventura
Demographic Statistics
Last ten fiscal years

Year ended June 30,	Population (1)	Per Capita Income	Median Age (2)	Education Level in Years of Formal Schooling (3)	School Enrollment (3)	Unemployment Percentage Rate (4)
1994	96,100	$ 23,709	35	**	15,214	9.3
1995	98,500	**	**	**	15,551	5.4
1996	99,200	**	**	**	16,136	5.2
1997	99,800	**	**	**	16,427	4.6
1998	100,400	**	**	**	17,071	5.1
1999	101,000	**	**	**	16,256	5.7
2000	101,800	**	**	**	16,869	4.5
2001	101,200	**	**	**	17,119	4.5
2002	102,700	**	**	**	17,234	4.8
2003	104,300	**	**	**	17,410	5.8

(1) Source: State Department of Finance Demographics Research Unit

(2) Source: City of San Buenaventura Planning Department

(3) Source: Ventura Unified School District

(4) Source: State Employment Development Department

** Data not available

CITY OF SAN BUENAVENTURA

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City of San Buenaventura

Schedule of Sewer Fund Revenue Bond Coverage

Last ten fiscal years

Year ended June 30,	Operating Revenues	Operating Expenses (1)	Nonoperating Revenues (2)	Net Income (4)
1994	$ 9,011,079	$ 5,942,715	$ 1,031,858	$ 4,100,222
1995	10,458,620	6,191,312	1,145,031	5,412,339
1996	10,513,555	6,811,441	1,306,532	5,008,646
1997	10,286,217	5,773,074	1,451,853	5,964,996
1998	10,507,287	5,717,795	1,812,440	6,601,932
1999	10,397,689	6,837,680	1,552,581	5,112,590
2000	10,863,380	6,971,060	1,202,542	5,094,862
2001	11,499,505	7,138,994	1,567,995	5,928,506
2002	11,162,654	7,884,657	968,703	4,246,700
2003	12,677,123	9,184,042	394,739	3,887,820

(1) Total operating expenses exclusive of depreciation.

(2) Excludes gain or loss on sale of assets.

(3) The first revenue bonds for the sewer fund were issued on March 1, 1971 with debt service requirements beginning during the fiscal year 1972-1973. Requirements are reported on the cash basis, excluding premiums.

(4) Net income includes depreciation and excludes gain or loss on sale of assets.

Source: Administrative Services Department, City of San Buenaventura

Debt Service Requirements (3)			
Principal	Interest	Total	Coverage
$ 435,000	$ 880,087	$ 1,315,087	3.118%
460,000	852,745	1,312,745	4.123%
510,000	823,175	1,333,175	3.757%
465,000	397,399	862,399	6.917%
360,000	517,090	877,090	7.527%
375,000	497,018	872,018	5.863%
390,000	486,392	876,392	5.813%
410,000	469,232	879,232	6.743%
430,000	416,553	846,553	5.016%
450,000	396,343	846,343	4.594%

City of San Buenaventura
Schedule of Water Fund Revenue Bond Coverage
Last ten fiscal years

Year ended June 30,	Gross Revenues (1)	Gross Expenses (2)	Net Revenue Available for Debt Service
1994	$ 13,146,803	$ 7,662,582	$ 5,484,221
1995	14,463,150	7,209,528	7,253,622
1996	14,610,701	7,859,701	6,751,000
1997	15,753,750	8,470,720	7,283,030
1998	15,500,511	9,133,491	6,367,020
1999	15,637,448	9,337,237	6,300,211
2000	15,729,318	9,005,448	6,723,870
2001	16,302,818	10,102,166	6,200,652
2002	16,174,010	11,210,864	4,963,146
2003	16,494,638	11,437,328	5,057,310

(1) Total operating revenues including interest.

(2) Total operating expenses exclusive of depreciation.

(3) The first revenue bonds for the water fund were issued in February 1969, with debt service requirements beginning during the fiscal year 1969-1970. Requirements are reported on the cash basis, excluding premiums.

Source: Administrative Services Department, City of San Buenaventura

Debt Service Requirements (3)			
Principal	Interest	Total	Coverage
$ 215,000	$ 435,189	$ 650,189	8.435%
225,000	845,723	1,070,723	6.775%
240,000	833,483	1,073,483	6.289%
450,000	817,108	1,267,108	5.748%
635,000	794,530	1,429,530	4.454%
495,000	758,305	1,253,305	5.027%
695,000	733,587	1,428,587	4.707%
730,000	700,782	1,430,782	4.334%
770,000	667,448	1,437,448	3.453%
450,000	628,343	1,078,343	4.690%

City of San Buenaventura

Ratio of Annual Debt Service Expenditures for General Bonded Debt to General Expenditures

Last ten fiscal years

Year ended June 30,	Principal	Interest	Total Debt Service	Total General Expenditures	Ratio of Debt Service to General Expenditures
1994	-	-	-	$ 62,156,184	-
1995	-	-	-	62,914,404	-
1996	-	-	-	69,718,262	-
1997	-	-	-	66,886,116	-
1998	-	-	-	101,009,529	-
1999	-	-	-	76,812,016	-
2000	-	-	-	82,518,187	-
2001	-	-	-	85,242,346	-
2002	-	-	-	111,803,829	-
2003	-	-	-	106,725,094	

Source: Administrative Services Department, City of San Buenaventura

City of San Buenaventura
Insurance Coverage of Principal Officials
For the year ended June 30, 2003

Name	Title of Officer	Amount of Insurance Coverage
Ray DeGuilio	Mayor	$ 1,000,000
Sandy Smith	Council Member	1,000,000
Neal Andrews	Council Member	1,000,000
James Monahan	Council Member	1,000,000
James Friedman	Council Member	1,000,000
Carl Morehouse	Council Member	1,000,000
Brian Brennan	Deputy Mayor	1,000,000
William Moniot	Planning Commissioner	1,000,000
Carolyn Briggs	Planning Commissioner	1,000,000
Curtis Stiles	Planning Commissioner	1,000,000
Lynn Jacobs	Planning Commissioner	1,000,000
John Hecht	Planning Commissioner	1,000,000
Lauri Flack	Planning Commissioner	1,000,000
Donna Landeros	City Manager	1,000,000
Robert Boehm	City Attorney	1,000,000
Thomas Gardner	Administrative Services Director	1,000,000
Susan Daluddung	Community Services Director	1,000,000
Ronald Calkins	Public Works Director	1,000,000
Mike Tracy	Police Chief	1,000,000
Dennis Downs	Fire Chief	1,000,000
Linda Kegerreis	Human Resources Director	1,000,000
Barbara Kam	City Clerk	1,000,000
Kaye Mirabelli	Treasury and Revenue Manager	1,000,000

City of San Buenaventura
Property Value, Construction and Bank Deposits
Last ten fiscal years

Year ended June 30,	Commercial Construction (1) Number of Permits	Commercial Construction (1) Value	Residential Construction (1) Number of Permits	Residential Construction (1) Value
1994	18	$ 5,936,626	391	$ 66,267,694
1995	21	5,924,473	394	61,222,430
1996	32	8,972,595	209	31,884,270
1997	40	12,496,068	95	21,359,324
1998	27	23,631,568	107	28,685,297
1999	29	29,560,702	248	46,140,550
2000	42	18,727,745	213	42,095,338
2001	28	17,405,930	272	75,961,786
2002	25	12,317,300	313	90,662,526
2003	25	38,829,883	91	31,868,670

(1) Source: Community Development Department, City of San Buenaventura

(2) Source: Decision Research Sciences, Inc., Branch Directory and Summary of Deposits, 1986-1992 Sheshunoff, Inc., 1993-1997

** Information no longer available.

Bank Deposits (2) (In thousands)	Property value		
	Commercial	Residential	Nontaxable
$ 898,014	$ 1,341,318,969	$ 3,353,297,423	$ 41,271,353
814,514	1,324,056,040	3,310,140,100	40,740,186
741,200	1,315,162,370	3,287,905,925	40,466,534
**	1,354,498,533	3,386,246,332	41,676,878
**	1,379,593,149	3,448,982,874	42,449,020
**	1,472,444,113	3,598,963,121	45,305,973
**	1,671,859,176	4,179,649,241	51,441,837
**	1,856,600,885	4,641,502,213	57,126,181
**	2,009,087,618	5,022,719,044	61,818,081
**	2,161,643,781	5,404,109,452.30	66,512,116

City of San Buenaventura
Principal Taxpayers
For the year ended June 30, 2003

Taxpayer	Type of Business	January 1, 2002 Assessed Valuation	Percentage of Total Assessed Valuation
Macerich California Assoc.	Land Development	$ 67,148,002	0.81%
Archstone Communities Trust	Land Development	31,474,272	0.38%
May Department Stores Co.	Retail	27,695,914	0.33%
Telephone & Main Assoc. LLC	Real Estate Management	23,883,416	0.29%
Sears Roebuck and Co.	Retail	22,710,057	0.27%
Ventura Pines Apartments Inc.	Retail Estate Management	21,443,557	0.26%
Weston Co. Ventura Apts.	Real Estate Management	21,975,029	0.26%
County Center LTD	Land Development	20,567,420	0.25%
Syufy Enterprises	Real Estate Management	17,873,272	0.21%
Rivera Shopping Center LTD	Real Estate Management	17,457,912	0.21%
Subtotal		272,228,851	3.27%
Other taxpayers		8,041,785,691	96.73%
Total		$ 8,314,014,542	100.00%

Source: Ventura County Tax Collector's Office

City of San Buenaventura
Investment Portfolio Statistics
Last ten fiscal years

Year ended June 30,	City		Trustee - Debt Financing Reserves	
	Average Portfolio	Average Yield	Average Portfolio	Average Yield
1994	$ 143,413,112	5.30%	$ 10,440,090	2.98%
1995	158,134,547	5.70%	9,960,995	5.89%
1996	159,856,064	5.58%	11,070,124	6.19%
1997	162,650,923	5.62%	10,116,928	6.35%
1998	144,434,548	5.74%	9,471,188	6.13%
1999	135,939,096	5.80%	6,810,954	6.12%
2000	134,205,841	5.98%	6,887,522	6.18%
2001	135,395,522	5.96%	6,809,625	6.36%
2002	143,093,161	4.40%	15,385,789	4.08%
2003	145,180,617	3.15%	32,710,919	3.00%

Source: Administrative Services Department, City of San Buenaventura

City of San Buenaventura
General Governmental Debt Payments
Last ten fiscal years

Year ended June 30,	Certificates of Participation		MIRB Parking Structure *	
	Principal	Interest and Other Charges	Principal	Interest and Other Charges
1994	$ 265,000	$ 3,106,626	$ 40,000	$ 601,755
1995	280,000	3,069,749	85,000	607,378
1996	355,000	3,053,419	5,200,000	1,194,637
1997	1,115,000	3,007,768	-	-
1998	735,000	2,244,813	-	-
1999	785,000	1,505,288	-	-
2000	825,000	1,464,623	-	-
2001	870,000	1,420,204	-	-
2002	3,780,000	1,273,723	-	-
2003	20,590,000	1,795,939	-	-

* The MIRB Parking Structure debt was refunded in 1995-1996 to Lease Revenue.

Source: Administrative Services Department, City of San Buenaventura

Lease Revenue		Parking Structure Lease		
Principal	Interest and Other Charges	Principal	Interest and Other Charges	Total
$ -	$ -	$ -	$ -	$ 4,013,381
-	-	-	-	4,042,127
-	-	-	-	9,803,056
245,000	371,660	-	-	4,739,428
255,000	359,025	-	-	3,593,838
265,000	347,933	-	-	2,903,221
275,000	335,875	127,845	266,516	3,294,859
290,000	322,950	255,689	533,034	3,691,877
305,000	309,030	255,689	533,034	6,456,476
320,000	293,780	255,689	533,034	23,788,442

City of San Buenaventura
Miscellaneous Statistical Data
For the year ended June 30, 2003

Date of incorporation:	Incorporated as town, March 10, 1866
Date first charter adopted:	Election of freeholders, October 13, 1931 Adoption by election, January 7, 1932 Approved by legislature, January 26, 1933
Date present charter adopted:	By election, November 4, 1986 Approved by legislature, December 4, 1986
Form of government:	Council - Manager

Area - by ten-year periods for last fifty years:

Fiscal year ended June 30,	Square Miles	Acres
1945	4.678	2,933.800
1955	6.498	4,158.467
1965	13.802	8,833.106
1975	31.269 *	20,012.482
1985	34.322 *	21,965.920
1995	35.541 *	22,746.240

* Includes 14,541 square miles of water.

Building permits last ten years:

Fiscal year ended June 30,	Number of Permits	Valuation
1994	1,575	88,536,424
1995	2,040	82,590,467
1996	1,649	59,578,283
1997	1,430	47,395,061
1998	1,705	81,360,058
1999	2,025	125,120,199
2000	1,991	96,524,770
2001	2,045	123,094,779
2002	2,262	140,108,458
2003	2,284	117,104,570

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2003

Public Safety:
- Fire protection:
  - Number of stations - 6
- Police protection:
  - Number of police/fire headquarters - 1
  - Jail facilities and population - 0
  - Vehicular units - 89

	Facilities/ Amenities	Number	Acres
Community Services:	Golf courses:	2	249
	Group BBQ area	1	
	Restaurants/snack bar	1/2	
	Banquet center	1	
Parks Division:	Parks:	26	507
	Play areas with equipment	Most parks	
	Wading pools	0	
	Tennis courts	10	
	Basketball courts	5	
	Lighted softball fields	3	
	Lighted baseball fields	2	
	Youth baseball fields	8	
	Soccer fields	14	
	Handball courts	2	
	Paddleball courts	0	
	Volleyball courts	2	
	Horseshoe pits	10	
	Skateboard Facility	3	
	Pistol range	1	
	Group BBQ areas	4	
	Informal picnic areas	Most parks	

Enterprise Funds:

	Water	Sewer
Number of consumers:		
Within the City	29,420	24,475
Outside the City	1,289	0
Totals	30,709	24,475

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2003

Data on use in gallons:
- Water - 6.14 billion per year
- Sewer - 9.3 million treated per day

Plant capacity in billion gallons per year:
- Water - 7.66 (treated)
- Sewer - 5.1

Number of City-owned fire hydrants - 4753

Data on seven concrete reservoirs:

Name	Capacity in gallons	Age - years and comments
Bailey (New Compartment)	3,000,010	5
Bailey	4,200,000	21
Kingston	10,000,000	63
Power	15,200,000	63
Hall Canyon	8,200,000	35
Grant Park	4,000,000	2
Seaward Plant	36,656	Out of service
Avenue Plant	1,363,767	Used in treatment process only

Data on steel tanks:

Name	Capacity in gallons	Age - years and comments
Sexton - 2	5,000,000	29
Willis	1,000,000	32
Foothill - 2	1,500,000	43
Golf Course	160,000	42
Seaward Plant - 7	828,334	Out of service
Mariano - 2	650,000	54
View Park	250,000	10
Hall Canyon - 2	500,000	54
Nob Hill	300,000	41
Ondulando	400,000	43
Kimball	1,000,000	41
Corbett	1,500,000	37
Kalorama - 2	300,000	43
Seneca	1,200,000	19
Elizabeth	1,000,000	13
McElrae - 2	160,000	12
Valley Vista	1,000,000	

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2003

		2003	
Number of street lights:			
Maintained by Southern California Edison Company		9,265	
Maintained by City of San Buenaventura		1,058	
	Total	10,323	
Number of employees:			
Full-time		642	
Part-time		13	
Extra help		486	
Elected		7	
Limited term		12	
Extended term		17	
	Total	1,177	
Elections:			
Last municipal election		2001	
Number of registered voters		59,458	
Numbers of votes cast		17,593	
Percentage of registered voters voting		29.6%	
Population:			
Census population count for the last three United States censuses:		2000	100,916
		1990	92,575
		1980	74,393

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2003

Age distribution of population last three United States censuses:

	2000		1990		1980	
Age	Number	Percent	Number	Percent	Number	Percent
Under 5	6,641	6.6%	6,645	7.2%	4,784	6.4%
5 to 9	7,425	7.4%	6,116	6.6%	4,919	6.6%
10 to 14	7,017	7.0%	5,578	6.0%	5,566	7.5%
15 and 19	6,587	6.5%	5,866	6.3%	6,538	8.8%
20 and 24	5,458	5.4%	6,628	7.2%	6,526	8.8%
25 to 34	14,216	14.1%	17,890	19.3%	13,064	17.6%
35 to 44	17,592	17.4%	15,645	16.9%	8,718	11.7%
45 to 54	14,696	14.6%	9,345	10.1%	7,628	10.3%
55 to 59	4,746	4.7%	3,623	3.9%	4,073	5.5%
60 to 64	3,607	3.6%	3,694	4.0%	3,436	4.6%
65 to 74	6,329	6.3%	6,476	7.0%	5,361	7.2%
75 to 84	4,918	4.9%	3,815	4.1%	2,960	4.0%
85 and over	1,684	1.7%	1,256	1.4%	820	1.1%

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2003

Family income level of population last three United States censuses:

	Income Range		2000		1990	1980	
	From	To	Number	Percent	Number	Number	Percent
All families			74,340		35,546	20,202	
	$ -	$ 2,499		0.00%	-	414	2.05%
	2,500	4,999	1,905 (a)	2.56%	793 (a)	518	2.56%
	5,000	7,499		0.00%	-	979	4.85%
	7,500	9,999	2,069 (b)	2.78%	2,171 (b)	1,177	5.83%
	10,000	12,499		0.00%	-	1,328	6.57%
	12,500	14,999	3,190 (c)	4.29%	1,932 (c)	1,219	6.03%
	15,000	17,499	-	0.00%	-	1,463	7.24%
	17,500	19,999	-	0.00%	-	1,415	7.00%
	20,000	22,499	-	0.00%	-	1,515	7.50%
	22,500	24,999	8,403 (d)	11.30%	4,829 (d)	1,302	6.45%
	25,000	27,499	-	0.00%	-	1,434	7.10%
	27,500	29,999	-	0.00%	-	1,135	5.62%
	30,000	34,999	8,809 (e)	11.85%	5,372 (e)	2,041	10.10%
	35,000	39,999	-	0.00%	-	1,409	6.98%
	40,000	49,999	11,660 (f)	15.68%	7,143 (f)	1,534	7.59%
	50,000	74,999	-	0.00%	7,819	951	4.71%
	75,000	99,999	-	0.00%	3,100	-	0.00%
	100,000	149,999	33,458 (g)	45.01%	1,643 (g)	-	0.00%
	150,000	or more	4,846 (h)	6.53%	744	-	1.82%
Median income			$ 66,863		$ 31,600	$ 18,791	

Legend:
(a) Range from $1 - $4,999
(b) Range from $5,000 - $9,999
(c) Range from $10,000 - $14,999
(d) Range from $15,000 - $24,999
(e) Range from $25,000 - $34,999
(f) Range from $35,000 - $49,000
(g) Range from $50,000 - $149,000
(h) Range from $150,000 or more

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2003

Retail sales:
By year for last ten years:

Year ended December 31	Taxable Sales
1993	918,941,000
1994	969,256,000
1995	994,391,000
1996	1,258,357,000
1997	1,310,213,000
1998	1,393,701,000
1999	1,512,977,000
2000	1,698,098,000
2001	1,710,582,000
2002	1,734,495,000

Source: California State Board of Equalization

City of San Buenaventura
Annual Continuing Disclosure Requirements
For the year ended June 30, 2003

San Buenaventura Public Facilities Financing Authority
$15,930,000 2002 Certificates of Participation, Series D
Audited Golf Course Financials Begin on Page 26 of this Financial Report

	Actuals					
	1998	1999	2000	2001	2002	2003
Operating Revenues:						
Charges for Services:						
Greens Fees - Buena	$ 1,108,369	$ 373,743	$ 448,075	$ 507,726	$ 506,195	$ 490,485
Electric Carts - Buena	82,220	98,535	108,448	131,990	137,278	135,399
Coffee Shop - Buena	-	-	-	52,943	55,268	54,772
Greens Fees - Olivas	355,644	453,907	521,591	585,569	586,017	565,499
Driving Range - Olivas	68,641	70,797	68,492	90,147	88,472	89,216
Electric Carts - Olivas	82,023	114,164	122,663	148,799	148,825	138,553
Coffee Shop - Olivas	-	-	-	22,700	22,601	18,343
Total charges for services	1,696,897	1,111,146	1,269,269	1,539,874	1,544,656	1,492,267
Other Operating Revenues	37,159	150	255	-	-	-
Total Operating Revenues	1,734,056	1,111,296	1,269,524	1,539,874	1,544,656	1,492,267
Operating Expenses:						
Personal Services	456,688	129,438	142,991	152,934	172,740	167,161
Contractual Services [1]	176,302	329,166	276,585	239,933	591,890	236,471
Materials & Supplies	160,757	8,625	1,705	302	583	329
General & Administrative	686,754	383,942	432,609	404,961	391,471	371,379
Depreciation	49,293	53,749	58,352	58,543	56,841	74,375
Total Operating Expenses	1,529,794	904,920	912,242	856,673	1,213,525	849,715
Operating Income (Loss)	204,262	206,376	357,282	683,201	331,131	642,552
Non-Operating Revenues (Expenses):						
Interest Income [2]	210,912	179,798	200,488	391,375	296,288	184,467
Interest Expense	-	-	-	-	-	-
Gain on Sale of Assets	80	-	(18,097)	-	-	-
Total Non-Operating Revenues (Expenses):	210,992	179,798	182,391	391,375	296,288	184,467
Net Income (Loss)	$ 415,254	$ 386,174	$ 539,673	$ 1,074,576	$ 627,419	$ 827,019

Notes:

[1] Fiscal year 2002 includes $335,836 in preliminary golf course renovation design.

[2] Interest income includes unrealized gain (loss) on investments.

·No significant or material events to report for the $15,930,000 - 2002 Certificates of Participation, Series D

San Buenaventura Public Facilities Financing Authority
$10,360,000 - 1996 Sewer & Sanitation Revenue Refunding Bonds
Audited Sewer Enterprise Financials Begin on Page 26 of this Financial Report

FY 2002-2003 Water Rates

Water Volume Rates
Per Hundred Cubic Feet (HCF)

Single Family Residential

Water Usage HCF	City $	County $
1-16	1.41	2.39
17-42	1.87	3.18
43+	3.00	5.10

Multiple Family Residential

Water Usage HCF	City $	County $
1-10	1.41	2.39
11-24	1.87	3.18
25+	3.00	5.10

Non-Residential

Water Usage HCF	City $	County $
Per HCF	1.87	3.18

Raw Water*, Irrigation* & Municipal Parks

Water Usage HCF	City $	County $
Per HCF	0.98	0.98

Reclaimed Water

Water Usage HCF	City $	County $
Per HCF	0.44	0.44

1 HCF = 748 gallons
*Non Potable, Non Fully Treated Wa

Bimonthly Service Charge
(Based on Meter Size)

Residential & Non-Residential

Meter Size	City $	County $
5/8 & 3/4	8.69	14.82
1	17.11	29.10
1.5	28.89	49.16
2	40.66	69.11
3	92.54	156.96
4	151.51	257.24
6	298.66	507.94
8	445.81	757.55
10	592.96	1,008.25
12	681.25	1,158.67

Fire Line Monthly Charge

Meter Size	City $	County $
1	1.80	3.05
2	1.80	3.05
3	5.40	9.16
4	10.85	18.42
6	30.08	51.12
8	63.22	107.37
10	108.46	184.21
Each Add'l Inch	1.80	3.05

City Reclaim Meter Charge

Meter Size	Bi-Mo$	Monthly $
5/8 & 3/4	8.69	4.34
1	17.11	8.56
1.5	28.89	14.44
2	40.66	20.33
3	92.54	46.27
4	151.51	75.76
6	298.66	149.33
8	445.81	222.91
10	592.96	296.48
12	681.25	340.63

FY 2002-2003 Wastewater Service Rates

Customer Classification

	# HCF **	Bimonthly Rate $
Single Family & Multiple Dwelling	0 - 8	23.67
	9 - 10	29.04
	11 - 12	34.40
	13 - 14	39.76
	15 - 16	45.12
	17+	50.48

** Usage established during determination period November 1 thru April 30. Charge based on lowest water usage during determination billings.

Schools***	90.86
Churches***	50.48

*** Per Single Family Dwelling Unit Equivalent. Rates will vary; see Ordinance Chapter 22.220, Section 020, for rate factors.

Industrial (Billed Monthly)

Flow	per million gallons	1,393.39
COD	per 1000 pounds	210.03
SS	Per 1000 pounds	473.58

Customer Classification

Commercial	# HCF	Bimonthly Rate $
Group 1:	0 - 8	$15.20
	9 + per unit	$1.90
A. Laundromats		
B. Car Wash		
C. Professional Offices		
D. Convalescent homes		
E. Wholesale Establishments		
F. Offices		
G. Retail Establishments		
H. Public Buildings		
I. Barber & Beauty Shops		
J. Gas Stations & Garages		
K. Bars w/out dining facilities		
L. Theaters		
M. Gyms		
N. Hospitals		
O. Grocery stores w/out garbage grinders		
Group 2	0 - 8	$17.28
	9 + per unit	$2.16
A. Hotels & Motels w/out dining facilities		
B. Commercial laundries		
Group 3	0 - 8	$29.04
	9 + per unit	$3.63
A. Hotels w/dining facilities		
Group 4	0 - 8	$34.64
	9 + per unit	$4.33
A. Mortuaries		
B. Grocery stores with garbage grinders		
Group 5	0 - 8	$34.56
	9 + per unit	$4.32
A. Bakeries		
B. Restaurants		
C. Multi-use shopping centers		
Group 6		$50.48
A. Plant Nurseries		

City of San Buenaventura

Annual Continuing Disclosure Requirements, Continued
Revenue Bonds - Sewer & Sanitation Fund
For the year ended June 30, 2003

Top 10 Sewer Users for 2002-2003

Name of Account Holder	Account Type	Average HCF Per Day
Ventura Coastal Corp	Industrial	207
Ventura County	Commercial	189
Community Memorial Hospital	Commercial	103
Ventura Unified School Dist.	School	98
Lemon Wood LTD	Residential	97
Ventura County Medical Center	Commercial	83
Buenaventura Gardens	Residential	76
Ventura Marina MHP	Residential	75
Paseo Del Mar	Residential	74
Cabrillo Co-Op	Residential	70

No significant or material events to report for the $10,360,000, 1996 Sewer Revenue Refunding Bonds financing.

City of San Buenaventura

Annual Continuing Disclosure Requirements, Continued

For the year ended June 30, 2003

San Buenaventura Public Facilities Financing Authority General Fund Certificates of Participation:

Amount	Type
$2,925,000	2001 Refunding Certificates of Participation, Series A
$16,345,000	2001 Certificates of Participation, Series C
$19,765,000	2002 Refunding Certificates of Participation, Series B

- Audited General Fund Financials begin on page 20 of this financial report.
- No significant or material events to report for the above financings.

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